

Introduced by: Dimmick  
Date: Mar. 2, 1982  
Vote: 12 Yes, 4 No  
Action: Adopted

KENAI PENINSULA BOROUGH

RESOLUTION 82-40

SUPPORTING ESTABLISHMENT OF A COOPERATIVE SELF INSURANCE PROGRAM OF MUNICIPALITIES TO BE ADMINISTERED THROUGH THE ALASKA MUNICIPAL LEAGUE.

WHEREAS, in recent years Court decisions and other factors have resulted in a dramatic increase in the number, variety, and total amount of claims against municipalities; and

WHEREAS, this increase has resulted in higher insurance costs and difficulty in securing adequate coverage; and

WHEREAS, the Borough and the School District expend approximately \$249,199 annually in workmen's compensation insurance premiums; and

WHEREAS, the Borough and the School District expend approximately \$297,281 annually in liability insurance premiums; and

WHEREAS, the experience of other municipalities within Alaska and in other states indicates that substantial savings in the cost of insurance can be realized through partial self insurance and cooperation among municipalities; and

WHEREAS, the Alaska Municipal League has indicated that a self insurance fund composed of Alaska local government entities is feasible and could be in operation on July 1, 1982, and

WHEREAS, the Alaska Municipal League in cooperation with the National Association of Counties has secured commitments from insurance brokers and carriers to provide comprehensive general liability and workmen's compensation coverage at a savings of at least 15% over current premium payments; and

WHEREAS, it appears advisable to initiate such a program for one year on a trial basis to ascertain whether or not the expected benefits can be realized.

NOW THEREFORE BE IT RESOLVED BY THE ASSEMBLY OF THE KENAI PENINSULA BOROUGH:

Section 1. The Borough supports establishment of a cooperative self insurance program to be administered through the Alaska Municipal League, and expresses its intention to participate in such a program for Workmen's Compensation coverage and General Liability and Automobile coverage.


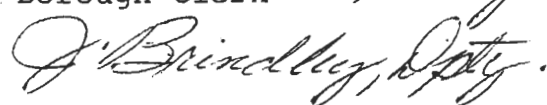
Section 2 The Borough supports the Alaska Municipal League assembling the appropriate information and preparing the necessary documents, and taking the steps to establish a cooperative self insurance program for Alaska's municipalities.

Section 3. This resolution is an expression of intention to participate in a municipal self insurance program if deemed to be in the best interest of the Borough, but that the Borough shall not be legally bound to do so by virtue of this resolution.

ADOPTED BY THE ASSEMBLY OF THE KENAI PENINSULA BOROUGH ON  
THIS 2nd DAY OF March, 1982.

  
John C. Davis, Assembly President

ATTEST:

  
Borough Clerk  
  
J. Brindley, Deputy.