

RESOLUTION 82-124

TO AUTHORIZE MEMBERSHIP IN THE MUNICIPAL RISK MANAGEMENT CORPORATION CREATED BY THE ALLEGHENY LEAGUE OF MUNICIPALITIES TO PROVIDE JOINT SELF-INSURANCE SAFETY GROUP PROGRAMS TO SAVE TAX DOLLARS FOR PARTICIPATING MEMBER MUNICIPALITIES.

WHEREAS, the Allegheny League of Municipalities has created Municipal Risk Management, Inc., a Pennsylvania non-profit corporation, for municipalities to jointly insure certain municipal liabilities, including but not limited to, Workers' Compensation Insurance, and

WHEREAS, the non-profit Municipal Risk Management Corporation will be governed by a Board of Directors to be composed of nine elected municipal officials of participating municipalities which are members of the Allegheny League of Municipalities, and

WHEREAS, all of the surplus funds of the Municipal Risk Management Corporation and all of the investment income of the Municipal Risk Management Corporation shall be distributed solely to the participating member municipalities in accordance with a Positive Incentive Formula approved by the Board of Directors, and

WHEREAS, the Municipal Risk Management Corporation will provide to participating members, on an annual basis, a financial statement and a report on distribution of surplus premiums and investment income, and

WHEREAS, the Municipal Risk Management Corporation has determined that a one-time-only membership fee of two and one-half percent (2 1/2%) is required for membership in the Municipal Risk Management Corporation, which fee shall be increased after the initial enrollment period for subsequent members, and

WHEREAS, it is the expectation of the Allegheny League of Municipalities and the Municipal Risk Management Corporation that, as has happened in all other states which permit such joint self-insurance safety programs for Workers' Compensation Insurance, there will be annual savings of 25 to 40 percent or more which will be returned to the member municipalities on an incentive basis, and

WHEREAS, the Municipal Risk Management Corporation has assured the municipality that there will be adequate coverage in its program so that no municipality will be required to pay an amount annually in excess of its manual premium, less discount, as determined in accordance with the Pennsylvania Workers' Compensation laws;

NOW, THEREFORE, BE IT RESOLVED THAT the Municipality of Hopewell Township does hereby agree to become a member of the Municipal Risk Management Corporation and agrees to pay its municipal Workers' Compensation premiums to the Municipal Risk Management Corporation or its designated agent beginning November 1, 1982.

RESOLVED FURTHER THAT the Municipality also agrees to pay to the Municipal Risk Management Corporation an amount equal to two-and-one-half percent (2 1/2%) of our annual premium on our Workers' Compensation Insurance policy as a one-time only membership fee with the understanding that our municipality, as an accepted member shall not be required to pay any additional membership fees for any other insurance programs which may be offered to us in the future by the Municipal Risk Management Corporation.

RESOLVED FURTHER THAT the appropriate officers are hereby authorized to execute all appropriate documents including, but not limited to, an Assignment of Dividends, all in accordance with the authority of this Resolution.

APPROVED this 9th day of November, 1982.


President, Board of Commissioners

MUNICIPALITY Hopewell Twp.


Secretary

ATTEST: 