

CITY OF RUSSELLVILLE, KENTUCKY

ORDINANCE NO. 87-7

AN ORDINANCE OF THE CITY OF RUSSELLVILLE, KENTUCKY APPROVING PARTICIPATION BY THE CITY IN THE KENTUCKY MUNICIPAL RISK MANAGEMENT ASSOCIATION (KMRMA) GENERAL INSURANCE TRUST (A POOLED SELF-INSURANCE AND INSURANCE PURCHASE PROGRAM); APPROVING THE PURCHASE BY THE CITY THROUGH THE KMRMA GENERAL INSURANCE TRUST OF SUCH LIABILITY AND PROPERTY DAMAGE INSURANCE COVERAGES AS SHALL BE DETERMINED ADVISABLE; AND AUTHORIZING THE MAYOR OF THE CITY TO EXECUTE FOR AND ON BEHALF OF THE CITY IN CONNECTION WITH ITS PARTICIPATION IN THE KMRMA GENERAL INSURANCE TRUST A BINDING TRUST PARTICIPATION AGREEMENT BETWEEN THE CITY AND THE KMRMA.

WITNESSETH:

WHEREAS, the City of Russellville has by Ordinance No. 87-3 duly enacted on May 5 1987, authorized the execution of the INTERLOCAL COOPERATION AGREEMENT TO ESTABLISH THE KENTUCKY MUNICIPAL RISK MANAGEMENT ASSOCIATION (the "Interlocal Agreement"), dated as of April 15, 1987; and

WHEREAS, the Interlocal Cooperation Agreement has been duly executed by the Mayor and attested by the City Clerk of the City and the City has become a party to the Interlocal Agreement and a member of the Kentucky Municipal Risk Management Association (KMRMA); and

WHEREAS, the governing Board of Trustees of the KMRMA has created a General Insurance Trust (the "Trust") as authorized by the Interlocal Agreement for the purpose of providing the KMRMA members with pooled self-insurance and/or third-party insurance coverages against various public liability and property damage risks; and

WHEREAS, the City of Russellville desires to become a "participating member" in the Trust and to obtain from or through the Trust such public liability and property damage insurance coverages as are deemed advisable by the City; and

WHEREAS, under the terms of the Interlocal Agreement and the Articles of Association and By-Laws of the KMRMA, each member of the KMRMA must execute a binding trust participation agreement prior to becoming a participating member in the Trust; and

WHEREAS, the City of Russellville has been provided a copy of the TRUST PARTICIPATION AGREEMENT FOR THE KENTUCKY MUNICIPAL RISK MANAGEMENT ASSOCIATION GENERAL INSURANCE TRUST (the "Trust Participation Agreement"), which sets forth the authorities, rights, duties and liabilities of the City and the KMRMA in connection with the City's participation in the Trust; and

WHEREAS, the officials of the City of Russellville have examined the Trust Participation Agreement and are aware of the authorities, rights, duties and liabilities of the City and the KMRMA under the Trust Participation Agreement.


NOW, THEREFORE, BE IT ORDAINED BY THE CITY OF RUSSELLVILLE, AS FOLLOWS:

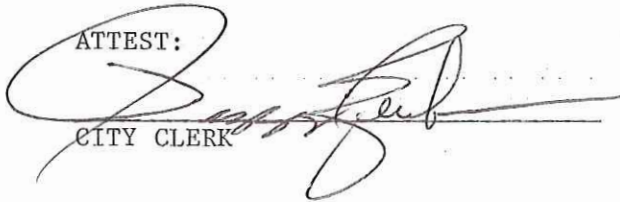
SECTION 1. The participation by the City of Russellville in the Trust and the purchase from or through the Trust of such public liability and property damage insurance coverages as may be deemed advisable by the executive and legislative authorities of the City are hereby approved.

SECTION 2. The Mayor of the City of Russellville is hereby authorized to execute and deliver, for and on behalf of the City, in connection with its participation in the Trust, the Trust Participation Agreement, substantially in the form attached hereto as Exhibit A.

SECTION 3. This ordinance shall be in full force and effect upon its passage, approval and publication in accordance with applicable law. INTRODUCED, SECONDED AND GIVEN FIRST READING, at a duly convened meeting of the City Council of the City of Russellville, Kentucky, held on the 20th day of October, 1987.

INTRODUCED, SECONDED AND GIVEN SECOND READING AND ENACTED, at a duly convened meeting of the City Council of the City of Russellville, Kentucky, held on the 3rd day of November, 1987.

  
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MAYOR

ATTEST:  
  
CITY CLERK

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