

**NORTHWEST ARCTIC BOROUGH ASSEMBLY
ORDINANCE 19-04**

**AN ORDINANCE OF THE
NORTHWEST ARCTIC BOROUGH
ASSEMBLY APPROVING A THREE-
YEAR PARTICIPATION AGREEMENT
WITH ALASKA MUNICIPAL LEAGUE –
JOINT INSURANCE ASSOCIATION, AND
FOR RELATED PURPOSES.**

WHEREAS: the Northwest Arctic Borough is a member of the Alaska Municipal League – Joint Insurance Association (“AML-JIA”); and

WHEREAS: AML-JIA provides comprehensive risk management assistance and provides workers’ compensation, liability, and property coverage for the Northwest Arctic Borough; and

WHEREAS: AML-JIA offers a Loss Control Incentive Program to help reduce member losses individually and pool wide, and also offers a rate stabilization and discount for a three-year commitment; and

WHEREAS: a three-year commitment provides the Borough with a five percent discounted rate and guarantee that rates will not increase by more than ten percent through Fiscal Year 2021; and

WHEREAS: for FY20, the Borough’s total premium, including brokerage fee and three-year agreement discount, totals \$104,164; and

WHEREAS: the Borough wishes to enter into the three-year agreement to reduce costs and provide a safe environment for its employees, residents, and visiting public by providing suitable insurance.

NOW THEREFORE BE IT ENACTED: the Northwest Arctic Borough Assembly approves a three-year participation agreement with AML-JIA to provide the Borough’s insurance policies.

PASSED AND APPROVED THIS 23rd DAY OF July, 2019.



Nathan Hadley, Jr., Assembly President

PASSED AND ADOPTED THIS 23rd DAY OF July, 2019.



Lucy S. Nelson, Mayor

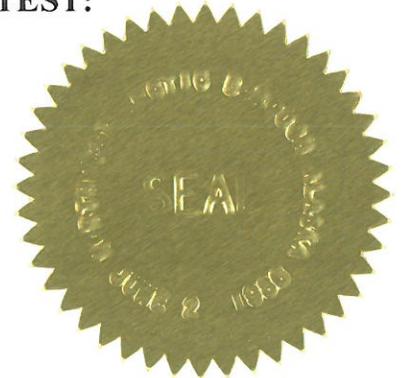
SIGNED AND ATTESTED TO THIS 23rd DAY OF July,
2019.



Stella Atoruk, Borough Clerk

ATTEST:

First Reading: June 25, 2019
Second Reading: July 23, 2019



Northwest Arctic Borough

BROKERAGE SERVICES PROPOSAL

Effective

From: 07/01/2019 To: 07/01/2020

Presented by:

David R. Hale
President



100 Cushman Street, Suite 200
Fairbanks, AK 99701

Phone: (907) 456-6671
Toll Free: (800) 570-6671
Fax: (907)452-5214

Executive Summary

This quote has been based on the information you provided to us and on which we have relied and is subject to the terms and conditions of the policy forms. In the event the information provided to the underwriters/(re)insurers is not complete and accurate, it may allow the underwriters/(re)insurers to avoid liability for a particular claim or to void the policy entirely. If any material information has been excluded or if any of the information provided is now inaccurate please advise us immediately in order that we can seek revalidation of terms with underwriters/(re)insurers.

This quote is valid until 07/01/2019 after which the pricing, terms, and conditions are subject to change. It does not constitute confirmation of full or further support of the placement at these terms; it is recommended, therefore, that you respond to us as soon as possible. We will not be responsible for any consequences that may arise from any delay or failure by you to respond to us by 06/27/2019.

You are requested to review this indication to confirm that it accurately reflects the coverage conditions, limits and other terms that you require. If the indication of coverage and terms does not accord with your instructions please kindly advise us immediately by contacting David Hale at (907) 456-6671.

Northwest Arctic Borough

Client Service Team

Hale & Associates is committed to not only meeting your unique business demands, but to exceeding your expectations as a first class insurance broker and risk management partner. We know your value:

- a personal relationship with an increased access to your account team
- state-of-the-art market knowledge and expertise
- enhanced claims advocacy
- quicker, more streamlined processes (e.g., claims filing, certificate issuance)

The following is your Service Team:

Hale & Associates

Phone: (907) 456-6671

Fax: (907) 452-5214

David Hale
President
david@hale-ins.com

JoAnna Lewis
Account Executive
joanna@hale-ins.com

Shana Pilkinton
Account Executive
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Account Executive
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Hallie Woods
Account Executive
hallie@hale-ins.com

Michael Hale
Account Executive
michael@hale-ins.com

NORTHWEST ARCTIC BOROUGH
AML/JIA PREMIUM SUMMARY

	<u>07/01/19-20</u>	<u>07/01/18-19</u>	<u>Change</u>
General Liability & Public Officials	\$ 30,301	\$ 44,031	\$ -13,730
Workers' Compensation	\$ 50,917	\$ 58,334	\$ -7,417
Auto	\$ 6,574	\$ 6,527	\$ 47
Property/Boiler & Machinery	\$ 16,452	\$ 12,221	\$ 4,231
Equipment	\$ 5,402	\$ 4,450	\$ 952
Police Professional Liability	\$ 0	\$ 0	\$ 0
LCIP Discount	\$ 0	\$ 0	\$ 0
*Rate Stabilization Fund Credit	\$ -146	\$ -219	\$ 73
AMLJIA Three-Year Agreement Disc	\$ -5,482	\$ -6,214	\$ 732
Total Premium	\$ 104,018	\$ 119,130	\$ -15,112
Brokerage Service Fee	\$ 8,500	\$ 8,500	\$ 0
Total Due:	\$ 112,518	\$ 127,630	\$ -15,112

*Rate Stabilization Fund Credit: Use up to one-third of your account balance.

Clerical Payroll	\$ 1,755,081	\$ 2,372,527
VPSO Payroll	\$ 454,583	\$ 509,100
Volunteer Fire Fighters	9	10
VPO Payroll	\$ 0	0
Vehicles	8	8
Property Values	\$ 7,670,434	\$ 7,111,578
Equipment Values	\$ 720,298	\$ 577,466

Payroll subject to audit

The State of Alaska covers VPSO for Police Professional Liability, however, please verify that NWAB is named on that master policy.

MEMORANDUM

DATE: May 9, 2019

TO: AMLJIA Members

FROM: Kevin Smith, Executive Director 

RE: FY2020 Notice of Contribution

Your FY2020 Notice of Deposit Contribution is enclosed. Your contribution is based on the current exposure data provided in the renewal questionnaire(s) due to us last month. If you have not returned the questionnaire, your exposure information remains the same as last year, except that we have increased the building and contents values to account for increased building costs. Remember, the AMLJIA offers Replacement Cost Coverage for property, so it is important to be fair to both other members and our excess carriers in estimating property values. Note that we will also be auditing payroll numbers at the end of each year. A credit or debit to your contribution may apply at that time. If your entity's questionnaire has not been returned, please do so as soon as possible to obtain the most accurate price estimate. If you need another copy of the questionnaire or need assistance contact the AMLJIA staff at 800-337-3682.

Loss Control Incentive Program

The Notice of Deposit Contribution includes a credit for your Loss Control Incentive Program discount. If you're not participating in the Loss Control Incentive Program, contact the risk management department at 800-337-3682 to sign up.

Rate Stabilization Fund

You may also take advantage of the Rate Stabilization Fund if you wish. Since FY2013, each member in good standing may use credits distributed from the Fund to offset deposit contributions. The amount of the credit received will depend on a member's longevity and your proportionate share of the pool's total contributions. Members may use up to one-third of their account balance. If you want to use this credit, you must indicate how much you wish to use and send the enclosed form back to your broker or the AMLJIA. If you do not indicate an amount, then no credit will be applied. Should you elect to save the credit or use only a portion of the credit towards your FY2019 contribution, then any remaining amount will roll over to the next fiscal year where it will be available as described on the Rate Stabilization Fund Credit form. Some years, about two-thirds of members elect to "let it ride" as they say in Vegas, saving their credits for another day. This provides members with some ability to control and stabilize contributions on their own.

Three-Year Rate Discount

Most members have been with the pool for many years. This gives the pool stability and predictability and improves pricing. To help show our appreciation, we are offering a five percent discount to any member that wishes to enter into a three-year agreement. During those three years, your overall rate is guaranteed not to rise more than 10 percent in any one of the three years or the agreement is void. To take advantage



of the three year pricing discount, you must read and sign the three year agreement and return it to your broker or the AMLJIA.

Rating

It is important to understand there are many factors that determine your individual contribution. First are your exposures. Examples of your exposures include the value of your buildings, the amount of your payroll, and the number of vehicles and/or students exposed to potential loss. Generally, if payroll increases so does your contribution, since much of the rating is based on payroll. Deductibles play a role as well. Obviously, the larger the deductible a member takes the less exposed the rest of the pool is on each individual loss; therefore your contribution is less.

Loss experience is another factor that will impact the amount of your contribution. If your losses (claims) are better or worse than expected, then you have either good or bad loss experience. An experience modifier is applied that reflects your individual experience. Collectively, when we are all able to keep our losses down, the membership can enjoy better pricing. To that end, the AMLJIA has been proactive in promoting risk control and safety.

Another factor is the cost the association pays for reinsurance. For each line of coverage the association takes the initial risk up to a certain point. Over that point the association purchases reinsurance to cover losses that could put our financial stability in jeopardy. The cost of this reinsurance has increased in the police professional liability coverage due to police professional losses. Property reinsurance has substantially increased this renewal due catastrophic losses suffered in the lower 48 in the past two years. The year 2017 was the worst on record for catastrophic losses (hurricanes, tornados, floods, and wild fires) and 2018 was also severely impacted. This has resulted in a hardening of the property re-insurance market in general. On the bright side, both workers' compensation and general liability rates are down this year As a result of this, the membership as a whole will see an overall flat rate.

If after reviewing your Notice of Deposit Contribution you need further explanation, please contact your broker or Paul Bryner, Underwriting Manager, at 800-337-3682 or paulb@amljia.org. We are also available for council, assembly or board presentations upon request.

AML Membership Required

The AMLJIA is a member service of the Alaska Municipal League (AML). The AML provides advocacy and training to members. In order to participate in the AMLJIA, participants must also be members in good standing (current with dues) of the AML.

Conclusion

Our objective has always been to reward member loyalty to the AMLJIA program and proactive loss control practices by offering member credits such as those described above. These programs are designed to help members establish best practices and reduce losses, in turn building a culture of safety that protects your employees, your communities, your students and your schools. It is AMLJIA's belief that an investment in safety and risk management is rewarded by reduced liabilities, fewer employee injuries, and cost savings for you like in the Rate Stabilization Fund credit. Since 1988, our commitment to addressing your evolving risk management needs is a top priority. If there are other ways in which we can serve you better, please let us know. Your entity is an important member of this program. On behalf of the AMLJIA Board and staff, thank you for your support, and we look forward to continuing to serve you!



Alaska Municipal League Joint Insurance Association, Inc.

807 G Street, Ste. 356 Anchorage, AK 99501 * P(907)258-2625 * F(907)279-3615 * Toll Free in AK (800)337-3682

Fiscal Year 2020

Thursday, May 09, 2019

Member's Notice of Deposit Contribution

Northwest Arctic Borough

Angeline Sturm Finance Director
PO Box 1110
Kotzebue AK 99752-
Phone Number: (907) 442-2500 Fax Number: (907) 442-2930

Broker: David Hale
Brokerage Firm: Hale & Associates
Broker Phone Number: (907) 456-6671 Broker Fax Number: (907) 452-5214

Policy #: 30

Joined AMLJIA:

Coverage Type and Exposure: CORE Package

ANNUAL CONTRIBUTION

1. GENERAL LIABILITY

General Liability Limits:	\$10,250,000	\$30,301
General Liability Deductible:	\$0	
Reported Payroll:	\$2,367,229	
Average Daily Membership (School only)	0	
General Liability Broker Fees:	\$0	

2. PUBLIC OFFICIALS LIABILITY / School Leaders E and O

Included in General Liability

3. WORKERS' COMPENSATION

Reported Payroll:	\$2,367,229	\$50,917
Workers' Comp Broker Fees:	\$0	

4. AUTO LIABILITY

Auto Liability Limits:	\$10,250,000	\$3,344
Auto Liability Deductible:	\$0	
Auto Liability Broker Fees:	\$0	
Total Number of Vehicles:	8	
Scheduled Values:	\$165,489	
Comp. and Collision Premium:		\$3,230
Comp. and Collision Broker Fees:	\$0	

5. PROPERTY

Deductibles and Rates are listed on your Property Detail Report

Total Values:	\$7,670,434	\$16,452
Total Mobile Equipment Values:	\$720,298	\$5,402
Mobile Equipment Broker Fees:	\$0	
Property Broker Fees:	\$0	

Earthquake and Flood Coverage: (See Property Detail Report for coverage and limit

6. POLICE PROFESSIONAL LIABILITY

PPL Limits:	\$1,000,000	
PPL Deductible:	\$0	\$0
PPL Broker Fees:	\$0	
Reported Police Payroll:	\$509,100	
Accreditation Discount Percent:	0%	\$0

THIS IS NOT A BILL - Actual Invoices are sent out June 2019

Building on Tradition Protecting Your Future.



7. Total Enhancement Contribution:		\$0
Crime Coverage Limits:	\$100,000	
EC Broker Fees:	\$0	
Loss Control Incentive Program Discount:		\$0
Rate Stabilization Fund Used:		\$0
	TOTAL CONTRIBUTION	\$109,646
3 Year Agreement Rate Discount:		(\$5,482)
	TOTAL CONTRIBUTION WITH 3 YEAR AGREEMENT	\$104,164

THIS IS NOT A BILL - Actual Invoices are sent out June 2019

Building on Tradition Protecting Your Future.



Alaska Municipal League Joint Insurance Association, Inc.

**General Liability
DETAIL REPORT**

FY 2020

Thursday, May 09, 2019

General Liability Contribution Calculation

Northwest Arctic Borough				Member #	30
GL Limits:	\$10,250,000	GL Deductible:	\$0		
Expense Rate	\$0.968	GL Variable Expense Contri.	\$0		
POL/E and O Rate	\$0.312	POL/E and O Contri.	\$7,386		
ADM*	0	Base GL Contribution	\$30,301		
<i>*School Districts Only</i>		GL Broker Fee	\$0		
Total Payroll	\$2,367,229	General Liability Contribution	\$30,301		
GL Experience Modifier	0.887				

GL Note:

Alaska Municipal League Joint Insurance Association, Inc.

**Workers' Compensation
DETAIL REPORT**

FY 2020

Thursday, May 09, 2019

Workers' Compensation - Scheduled Payroll

Northwest Arctic Borough					Member ID:	30
CODE	DESCRIPTION	# VOL	PAYROLL	RATE	CONTRIBUTION	
7711	Fire Fighters and Drivers - Voluntee	9	\$43,335	\$8.18	\$5,017	
7720	Police Officers/Public Safety	0	\$454,583	\$7.22	\$32,821	
8810	Clerical/Professional Employees	0	\$1,755,081	\$0.63	\$11,057	
5606	Contractor/Construction Superinten	0	\$114,230	\$1.77	\$2,022	

Workers' Compensation Contribution Calculation

Total Payroll	\$2,367,229	WC Variable	\$0
WC Experience Modifier	1.11	Base WC Contribution	\$50,917
Employee Federal ID #	920116661	WC Broker Fee	\$0
Total WC Contribution			\$50,917

WC Note:

Alaska Municipal League Joint Insurance Association, Inc.
Automobile Liability/Comp. and Collision
DETAIL REPORT

FY 2020

Thursday, May 09, 2019

Automobile Detail Schedule

Northwest Arctic Borough

Account ID 30

Veh#	Year	Make	Model	Serial/Vin#	Value	C/C ?	C/C Ded.	C/C Rate	C/C Contri.	AL Contri.	Date Start	Date End
391475	1985	Autocar	KM64	MCCJE1FU05	\$25,000	Yes	\$500	\$1.50	\$375	\$418	7/1/2019	7/1/2020
391476	2005	Ford	Expedition	PU16525LA9	\$4,000	Yes	\$500	\$1.50	\$60	\$418	7/1/2019	7/1/2020
391477	2005	Ford	Expedition	PU16575LA9	\$4,000	Yes	\$500	\$1.50	\$60	\$418	7/1/2019	7/1/2020
391478	2009	Ford	F150	RW14809FA3	\$20,000	Yes	\$500	\$1.50	\$300	\$418	7/1/2019	7/1/2020
391479	2012	GMC	Terrain LL	FLREK6C623	\$20,000	Yes	\$500	\$1.50	\$300	\$418	7/1/2019	7/1/2020
391480	2013	Ford	Explorer	5K8B88DGA3	\$20,000	Yes	\$500	\$1.50	\$300	\$418	7/1/2019	7/1/2020
391481	2014	Suzuki	Every	DA64V916423	\$20,000	Yes	\$500	\$1.50	\$300	\$418	7/1/2019	7/1/2020
391482	2017	Chevrolet	Silverado	JKREC1HG43	\$52,489	Yes	\$500	\$1.50	\$787	\$418	7/1/2019	7/1/2020

Automobile Contribution Calculation -- Auto Liability/Comp. and Collisi

Auto Liability Limit	\$10,250,000	Auto Liability Deductible	\$0
Scheduled Values	\$165,489	Total Number of Vehicles	8
Non-Owned/Hired	\$748	Base AL Contribution	\$3,344
Base C/C Contribution	\$3,230	AL Brokerage Fee	\$0
C/C Brokerage Fee	\$0		
Auto C/C Contribution	\$3,230	Auto Liability Contribution	\$3,344

Note:

NOTE: Only those vehicles that are covered under Comp. and Collision have recorded scheduled values.

Alaska Municipal League Joint Insurance Association, Inc.

Property -- Building, Contents, EDP, Fine Arts, Business Interruption and Garaged Vehicles
DETAIL REPORT

Thursday, May 09, 2019

FY 2020

Property Detail Schedule

Northwest Arctic Borough

Member ID: 30

ID#	PROPERTY ITEM	ADDRESS	Appraised Bldg Value*	SCHEDULED VALUES FOR EXPOSURE							Ded	Rate	Contribution		
				BLDG/REAL PROP	CONTENT	EDP	FINE ART	BUS INT	GAR	VEH				Total Values	
Building/Real Prop + Contents + EDP + Fine Arts + Bus Int + Garaged Veh = Total Values															
143608	ACSR Meeting Building (Builders)	Lake St & 4th Ave	\$0	\$60,000	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$60,000	\$5,000	\$0.20	\$122
143609	ACSR Storage Building (Builders)	Lake St & 4th Ave	\$0	\$60,000	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$60,000	\$5,000	\$0.20	\$122
143610	Ambler house	Lot 2B	\$0	\$978,000	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$978,000	\$5,000	\$0.30	\$2,934
143611	Borough Office	163 Lagoon	\$5,232,800	\$5,232,800	\$109,935	\$0	\$0	\$0	\$0	\$0	\$0	\$5,342,735	\$10,000	\$0.19	\$10,301
143612	Garage	396 Lagoon Street	\$180,760	\$180,760	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$180,760	\$10,000	\$0.19	\$349
143613	Noatak Duplex	NSA	\$0	\$468,000	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$468,000	\$5,000	\$0.30	\$1,404
143614	Sulianich Association Bldg (New Culture)	205 3rd St	\$473,160	\$473,160	\$107,779	\$0	\$0	\$0	\$0	\$0	\$0	\$580,939	\$10,000	\$0.19	\$1,120

Property Detail Schedule

Northwest Arctic Borough

Member ID: 30

ID#	PROPERTY ITEM	ADDRESS	Appraised Bldg Value*	SCHEDULED VALUES FOR EXPOSURE							
				BLDG/REAL PROP	CONTENT	EDP	FINE ART BUS INT GAR VEH	Total Values	Ded	Rate	Contribution

Building/Real Prop + Contents + EDP + Fine Arts + Bus Int + Garaged Veh = Total Values

Property Totals/Contribution Calculation

Earthquake and Flood	
Flood Zone	0
Earthquake Limits	\$50,000,000
Flood Limits	\$175,000,000
Earthquake Deductible	2% / \$100,000 minimum
Flood Deductible	\$100K/\$250K

Property Note:

*APPRAISED BUILDING VALUES -
 Property Appraisals are a member service of the AMLJIA. Appraisal data is collected by AMLJIA Risk Managers and values are reviewed by Appraisal Company of Alaska, but are not certified appraisals and can not be used as such. Appraisal values are intended to give you an idea of the current value of your property, with the understanding that the AMLJIA is not engaged in rendering legal, survey or other professional services. If there is a difference from your scheduled value, we STRONGLY RECOMMEND that your scheduled values be within 20% of the estimated appraisal value. Property values will not be adjusted without your written request.

Total Building Values	\$7,452,720
Total Contents Values	\$217,714
Total EDP Values	\$0
Total Business Int	\$0
Total Fine Arts	\$0
Total Garaged Veh.	\$0
Total Property Values	\$7,670,434
Base Contribution	\$16,352
Property Broker Fee	\$0
BM Contribution	\$100
Property Contribution	\$16,452

Alaska Municipal League Joint Insurance Association, Inc.

Mobile/Contractor's Equipment DETAIL REPORT

Thursday, May 09, 2019

FY 2020

Mobile Equipment Detail Schedule

Northwest Arctic Borough

Member #: 30

ME#	ME	Year	Make	Model	Serial/Vin#	Location	Valuation	Ded	Rate	Contribution	Date Start	Date End
0	Yes	2016	ALUMACRAF	Tunnel Boat	MV2072AW	Various	\$38,750	\$1,000	\$0.75	\$291	7/1/2019	7/1/2020
0	Yes	0	Caterpillar	564 Forwarder	56410550	Various	\$205,000	\$1,000	\$0.75	\$1,538	7/1/2019	7/1/2020
0	Yes	2018	DJI	M210 Drone	0G0DF29023002	Various	\$18,000	\$1,000	\$0.75	\$135	7/1/2019	7/1/2020
0	Yes	0	NRG	34m Tall Tower	TBD	Various	\$6,000	\$1,000	\$0.75	\$45	7/1/2019	7/1/2020
0	Yes	0	Per Schedule in	Various	Various	Various	\$31,516	\$1,000	\$0.75	\$236	7/1/2019	7/1/2020
0	Yes	2018	Polaris	ATV	4XASEG500JA2	Various	\$6,500	\$1,000	\$0.75	\$49	7/1/2019	7/1/2020
0	Yes	2017	Polaris	Ranger Crew XP 10	4XARVE99IH80	Various	\$16,999	\$1,000	\$0.75	\$127	7/1/2019	7/1/2020
0	Yes	2017	Polaris	Ranger Crew XP 10	4XARVE99IH80	Various	\$16,999	\$1,000	\$0.75	\$127	7/1/2019	7/1/2020
0	Yes	2017	Polaris	Ranger Crew XP 10	4XARVE995H80	Various	\$16,999	\$1,000	\$0.75	\$127	7/1/2019	7/1/2020
0	Yes	2017	Polaris	Ranger Crew XP 10	4XARVE995H80	Various	\$16,999	\$1,000	\$0.75	\$127	7/1/2019	7/1/2020
0	Yes	2017	Polaris	Ranger Crew XP 10	4XARVE995H80	Various	\$16,999	\$1,000	\$0.75	\$127	7/1/2019	7/1/2020
0	Yes	2013	POLARIS	SIDE BY SIDE 900	4XAUH88A0EG	Various	\$14,000	\$1,000	\$0.75	\$105	7/1/2019	7/1/2020
0	Yes	2013	POLARIS	SIDE BY SIDE 900	4XAUH88A1EB	Various	\$14,000	\$1,000	\$0.75	\$105	7/1/2019	7/1/2020
0	Yes	2013	POLARIS	SIDE BY SIDE 900	4XAUH9EA0EG	Various	\$14,000	\$1,000	\$0.75	\$105	7/1/2019	7/1/2020
0	Yes	2013	POLARIS	SIDE BY SIDE 900	4XAUH9EA3EG	Various	\$14,000	\$1,000	\$0.75	\$105	7/1/2019	7/1/2020
0	Yes	2014	Polaris	SIDE BY SIDE 900	4XAUH9EA3EG	Various	\$14,000	\$1,000	\$0.75	\$105	7/1/2019	7/1/2020
0	Yes	2016	SKIDOO	EXPEDITION	TBD	Various	\$16,824	\$1,000	\$0.75	\$126	7/1/2019	7/1/2020
0	Yes	2019	SKIDOO	EXPSWT9ACE	YH2SSGKC5KR	Various	\$13,708	\$1,000	\$0.75	\$103	7/1/2019	7/1/2020
0	Yes	2019	SKIDOO	EXPSWT9ACE	YH2SSGKC8KR	Various	\$13,708	\$1,000	\$0.75	\$103	7/1/2019	7/1/2020
0	Yes	2019	SKIDOO	EXPSWT9ACE	YH2SSGKC9KR	Various	\$13,708	\$1,000	\$0.75	\$103	7/1/2019	7/1/2020
0	Yes	2019	SKIDOO	EXPSWT9ACE	YH2SSGKCXKR	Various	\$13,708	\$1,000	\$0.75	\$103	7/1/2019	7/1/2020
0	Yes	2016	Skidoo	XC	TBA	Various	\$11,000	\$1,000	\$0.75	\$83	7/1/2019	7/1/2020

Mobile Equipment Detail Schedule

Northwest Arctic Borough

Member #: 30

ME#	ME	Year	Make	Model	Serial/Vin#	Location	Valuation	Dcd	Rate	Contribution	Date Start	Date End
0	Yes	2017	Volvo	Wheel Loader L70	VCE0L70HCOS6	Various	\$176,881	\$1,000	\$0.75	\$1,327	7/1/2019	7/1/2020

Mobile Equipment Contribution Calculation

Mobile Equipment Note:		Total ME Scheduled Values:	\$720,298
		Base ME Contribution:	\$5,402
		ME Broker Fee:	\$0
		Total Mobile Equipment Contribution:	\$5,402



Alaska Municipal League Joint Insurance Association, Inc.

807 G Street, Suite 356 Anchorage, Alaska 99501 * P(907)258-2625 * F(907)279-3615 * Toll Free in AK (800)337-3682

Rate Stabilization Fund Credit

FY 2020

Northwest Arctic Borough

Thursday, May 09, 2019

How to use Your Rate Stabilization Fund Credit

The Alaska Municipal League Joint Insurance Association, Inc. (AMLJIA) is distributing members' retained earnings in a way that benefits both the membership and the pool itself. This program, called the Rate Stabilization Fund, considers longevity, loyalty and contributions to the program consistent with the desires of the Board of Trustees to meet that goal.

The Rate Stabilization Fund is based upon the allocation principles expressed in the Cooperative Participation Agreement (CPA) Section 11 (2), "Members' Equity and Dividend Distribution," which offer guidance on how to fairly and equitably distribute members' retained earnings. The fund consists of appropriations made to it from time to time by the AMLJIA Board of Trustees. Each member has its own balance which can be used to offset contributions. Members will be allowed to use up to one-third (33.3%) of the balance of their account in any one year until the balance remaining falls below \$150. If the total balance is \$150 or less, the entire amount may be used in a single fiscal year.

If you choose to use your credit this year, please indicate the amount of money you wish to use from the amount available to you this year, sign this form confirming your decision, and return it to the AMLJIA at the fax number above. Once we receive the signed form, we will send a credit invoice indicating the difference between your total contribution minus the amount of the credit which you elected to use.

Member Name: Northwest Arctic Borough

Rate Stabilization Fund Balance: \$439

Credit Amount Available this Year: \$146

Remaining Balance if One-Third Used: \$293

Amount Desired to Use:

Signature and Title

Date

PLEASE FAX THIS COMPLETED FORM TO 907-279-3615

OPTIONAL SERVICES LIST	
Return to Work Program	
Business Continuity Planning	
Experience Mod Reduction & Management	
Employee Manuals & Handbooks	
OSHA Benchmarking, Compliance Guides & Programs	
Toolbox Talks (Safety Meetings)	
Fleet & Driver Safety Policies	
Workplace Visitor Guides	
Ergonomics Policies	
Drug Free Workplace Policies	
Whistleblower Policies	
Industry Specific Risk Insight	
Data Breach Response Policy	
Telecommuting Policy	
Policy & Coverage Review	
SubContract Agreement	
Bonding	
Consulting	

IMPORTANT – PREMIUM/COMPENSATION INFORMATION

General Liability premiums are subject to annual audit and adjustment; increases or decreases in annual premium may result. The adjustment will be based upon the rating plan of your policy.

Workers Compensation premiums are subject to annual audit and adjustment; increases or decreases in annual premium may result. The adjustment will be based upon your actual payroll and other variables such as the rules, rates, classification, and experience modification as promulgated by the various state rate bureaus and the Interstate Rate Bureau.

THREE-YEAR PARTICIPANT MEMBERSHIP AGREEMENT

This Three-Year Participant Membership Agreement ("Agreement"), dated June 26, 2019, is between the Northwest Arctic Borough ("the Participant") and Alaska Municipal League Joint Insurance Association, Inc. ("AMLJIA").

WHEREAS, AMLJIA is a joint insurance arrangement as authorized under AS 21.76.010 et seq., whose participating members have agreed to pool contributions in order to assume risks for losses to the participants on a group basis; and

WHEREAS, the Participant desires either to renew its current membership in AMLJIA or to become a participating member of AMLJIA; and

WHEREAS, it is in the mutual interests of AMLJIA, the Participant, and other participating members that AMLJIA maintain a stable membership in order to more effectively administer the joint insurance arrangement and serve the needs of the participating members; and

WHEREAS, the Board of Trustees of AMLJIA has determined that in order to encourage participating members to make a multi-year membership commitment, it is efficient and cost-effective, both for participating members and for AMLJIA, to offer a discount on the annual contributions required to be paid

by all participating members that commit to a three-year AMLJIA membership term; and

WHEREAS, the Participant desires to commit to a three-year membership in AMLJIA, subject to the terms and conditions stated herein as well as in the AMLJIA Cooperative Participation Agreement ("CPA") and the AMLJIA Participant Coverage Memorandum ("PCM");

NOW THEREFORE, in consideration of the mutual representations, warranties, covenants, and agreements set forth below, the Participant and AMLJIA agree as follows:

1. The Participant agrees to become a participating member of, or to renew its membership in, AMLJIA effective July 1, 2019.

2. The Participant shall continue its membership in AMLJIA for a period of not less than three (3) years, through and including June 30, 2022, subject to the terms and conditions stated herein as well as in the CPA and the PCM. The period of the Participant's membership under this Agreement encompasses the Fiscal Years 2020, 2021, and 2022.

3. The Participant's annual AMLJIA membership contribution for each of the Fiscal Years 2020, 2021, and 2022 shall be discounted by five percent (5%) off the amount of the membership contribution that the Participant would be charged in

the absence of this Agreement, provided the Participant remains a participating member of AMLJIA throughout the three-year effective period of this Agreement.

4. Should AMLJIA determine that the rate upon which the Participant's annual membership contribution is increased by more than ten percent (10%) for either of the Fiscal Years 2021 or 2022, AMLJIA shall notify the Participant of the amount of the anticipated rate increase not later than 45 days prior to the end of the then-current Fiscal Year. In the event of such a rate increase, the Participant shall have the option to cancel this Agreement and to provide written notice of such cancellation and written notice of intent to withdraw from AMLJIA effective at the end of the then-current Fiscal Year. Notice of cancellation of this Agreement and notice of intent to withdraw from AMLJIA pursuant to this paragraph must be received by AMLJIA not later than thirty (30) days after the Participant's receipt of AMLJIA's notice of rate increase, and must comply with the provisions of Section 19 of the CPA except to the extent that the period in which the Participant is permitted to provide notice of intent to withdraw may be shorter under this paragraph than under Section 19 of the CPA.

5. Should the Participant give notice of intent to withdraw from AMLJIA effective at any time prior to the end of

the Fiscal Year 2022 (June 30, 2022), except as provided in paragraph 4 of this Agreement, the Participant shall, within thirty (30) days of the date of such notice pay to AMLJIA the total principal amount of the annual membership contribution discounts it received pursuant to this Agreement, plus interest at the rate of five percent (5%) per annum. In addition, the Participant shall pay liquidated damages in an amount equal to 20 percent of the Participant's estimated deposit for each year remaining in the term of this Agreement, to compensate the Association for the loss of its contribution to the Association's surplus for the remainder of the term of this Agreement.

6. Should the Participant fail to pay to AMLJIA any amount as and when due under paragraph 5 of this Agreement, AMLJIA, in addition to any and all other rights it may have under applicable law, shall have the express right to:

(a) Intercept revenue-sharing, municipal assistance, and other funds due to be paid or administered by or through the State of Alaska to or for the benefit of the Participant, up to and including an amount equal to the unpaid portion of the principal and interest due under this Agreement until paid in full;

(b) Initiate a lawsuit against the Participant in the appropriate court for the State of Alaska, Third Judicial District at Anchorage, to recover any unpaid amounts under this Agreement as well as any other relief to which AMLJIA may be entitled.

7. This Agreement constitutes the entire agreement of the parties, and no other agreement, statement, or promise shall be valid or binding on any party. This Agreement may not be amended, modified, altered, or supplemented other than by means of a written addendum duly executed by the parties.

8. In the event that any provision of this Agreement or the application of any such provision to any person or set of circumstances, shall be determined to be invalid, unlawful, void, or unenforceable to any extent, the remainder of this Agreement, and the application of such provision to persons or circumstances other than those as to which it is determined to be unlawful, void, or unenforceable, shall not be impaired or otherwise affected and shall continue to be valid and enforceable to the fullest extent permitted by law.

9. The waiver by any party hereto of any breach of any term, covenant, or condition of this Agreement shall not be deemed to be a waiver of such term, covenant, or condition or any subsequent breach of the same or any other term, covenant,

or condition of this Agreement. Any waiver of a term, covenant, or condition of this Agreement shall be valid only if in writing.

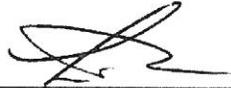
10. This Agreement shall be interpreted and construed under and pursuant to the laws of the State of Alaska. Venue for any action to enforce any obligation under this Agreement shall lie solely in the state courts of Alaska situated in Anchorage, Alaska.

11. No party to this Agreement may assign its rights nor delegate its duties under this Agreement at any time without the express written consent of the other party. Subject to the foregoing, the provisions of this Agreement shall be binding upon and inure to the benefit of both parties and their respective legal representatives, successors, and assigns.

12. This Agreement may be executed in any number of counterparts, each of which shall be deemed an original. Facsimile and electronic document copies hereof shall be deemed to be originals.

13. If it shall be necessary for either the Participant or AMLJIA to employ an attorney to enforce its rights pursuant to this Agreement because of the default of the other party, the prevailing party in any such action shall be entitled to recover its actual reasonable attorney's fees and costs.

DATED this 26th day of JUNE, 2019.



By: LUCY NELSON

Its: MAYOR

DATED this ___ day of _____, 20__.

ALASKA MUNICIPAL LEAGUE JOINT
INSURANCE ASSOCIATION, INC.

By: Kevin Smith

Its: Executive Director

NW Arctic Borough

DATED this 26th day of JUNE, 2019.



By: LUCY NELSON

Its: MAYOR

DATED this 26th day of July, 2019.



ALASKA MUNICIPAL LEAGUE JOINT
INSURANCE ASSOCIATION, INC.

By: Kevin Smith

Its: Executive Director