Ordinance #O.15.11

An Ordinance AUTHORIZING THE EXECUTION OF THE IMLRMA
MINIMUM/MAXIMUM CONTRIBUTION AGREEMENT.

Adopted by the City Council of the City of Galena this 9th Day of November 2015.

Published in pamphlet form by authority of the City Council of the City of Galena,
Jo Daviess County, Illinois, this 9th Day of November 2015.

STATE OF ILLINOIS )
               ) City of Galena
COUNTY OF JO DAVIESS )

CERTIFICATE

I, Mary Beth Hyde, certify that I am the duly elected municipal clerk of the City of
Galena, JoDaviess County, Illinois.

I further certify that on the 9th Day of November 2015, the Corporate Authorities of said
municipality passed and approved Ordinance No. O.15.11 entitled AN ORDINANCE
AUTHORIZING THE EXECUTION OF THE IMLRMA MINIMUM/MAXIMUM
CONTRIBUTION AGREEMENT OF GALENA which provided by its terms that it
should be published in pamphlet form.

The pamphlet form of Ordinance No. O.15.11 including the Ordinance and a cover sheet
thereof, was prepared, and a copy of such Ordinance was posted in the municipal
building, commencing the 9th Day of November 2015 and commencing for at least ten
(10) days thereafter.

Dated at Galena, Illinois, this 10th Day of November 2015.

Mary Beth Hyde
City Clerk

(Seal)
Ordinance #O-15-11

AN ORDINANCE AUTHORIZING THE EXECUTION OF THE IMLRMA MINIMUM/MAXIMUM CONTRIBUTION AGREEMENT

Whereas, the City Council of the City of Galena, a member in good standing of the Illinois Municipal League Risk Management Association and party to the IMLRMA Intergovernmental Cooperation Contract, has been fully apprised of the IMLRMA Minimum/Maximum Contribution Agreement which amends and supplements the IMLRMA Declarations pages dated 12/31/15 to 12/31/16 and all endorsements thereto.

Whereas, the City Council of the City of Galena finds it to be in the best interest of the municipality to make its IMLRMA contribution in accordance with the IMLRMA Minimum/Maximum Contribution Agreement.

Be it ordained by the City Council of the City of Galena:

1. That the execution of the IMLRMA Minimum/Maximum Contribution Agreement for a one (1) year period beginning 12/31/2015 and ending 12/31/2016 is hereby authorized.
2. That the Mayor and the Treasurer are hereby granted authority to execute the IMLRMA Minimum/Maximum Agreement which amends and supplements the IMLRMA Declarations pages dated 12/31/2015 to 12/31/2016 and all endorsements thereto.
3. That this ordinance shall take effect immediately upon its passage and approval.

AYES: Lincoln, Bernstein, Fach, Hahn, Kieffer, Renner
NAYS: None
PRESENT: Bernstein, Fach, Hahn, Kieffer, Lincoln, Renner
ABSENT: Westemeier

Terry Renner, Mayor

ATTEST:

Mary Beth Hyde, City Clerk
IMLRMA MINIMUM/MAXIMUM CONTRIBUTION AGREEMENT

This Agreement is between the Illinois Municipal League Risk Management Association (IMLRMA), an intergovernmental association formed pursuant to Article VII, Section 10 of the Illinois Constitution of 1970 and the CITY OF GALENA, a member of the IMLRMA. This Agreement amends and supplements the Declarations Pages dated January 01, 2016 to January 01, 2017 and all endorsements thereto.

1. DEFINITIONS
The following definitions shall apply for purposes of this Agreement:
"Loss Fund" -- Those dollars set aside for the payment of claims excluding reinsurance and excess premiums and administrative costs.
"Minimum Loss Fund" -- 85 percent of those dollars set aside for the payment of claims excluding reinsurance and excess premiums and administrative costs.
"Maximum Loss Fund" -- 130 percent of those dollars set aside for the payment of claims excluding reinsurance and excess premiums and administrative costs.
"Paid Claim Dollars" -- Those payments made by IMLRMA on claims including defense costs against the CITY OF GALENA minus recovery from subrogation, deductible or salvage credited against those claim payments.
"Minimum Contribution" -- Minimum Loss Fund including reinsurance and excess premiums and administrative costs.
"Maximum Contribution" -- Maximum Loss Fund including reinsurance and excess premiums and administrative costs.

2. MINIMUM/MAXIMUM CONTRIBUTION BREAKDOWN
The CITY OF GALENA hereby agrees to the following schedule of contributions:

<table>
<thead>
<tr>
<th></th>
<th>Minimum Contribution</th>
<th>Maximum Contribution</th>
</tr>
</thead>
<tbody>
<tr>
<td>Reinsurance and Excess</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Premiums and Administrative Costs</td>
<td>$71,171</td>
<td>$71,171</td>
</tr>
<tr>
<td>Loss Fund</td>
<td>@ 85%</td>
<td>@ 130%</td>
</tr>
<tr>
<td></td>
<td>$151,770</td>
<td>$232,119</td>
</tr>
<tr>
<td>Contribution</td>
<td>$222,941</td>
<td>$303,290</td>
</tr>
</tbody>
</table>

3. Based upon a comparison of paid claim dollars against the Loss Fund, IMLRMA will determine whether additional contributions beyond the minimum contribution will be required up to the maximum contribution.

4. For purposes of determining paid claims, IMLRMA will complete a semi-annual review of paid claim dollars.
5. NOTICE
IMLRMA hereby agrees to send, through its agents, written notice when paid claim dollars are equal to or greater than 60 percent of the Minimum Loss Fund.
IMLRMA agrees, through its agents, to send a second written notice when paid claim dollars equal or exceed 85 percent of the Minimum Loss Fund.

6. BILLING/PAYMENT -- The parties to this Agreement hereby agree to the following terms:
When paid claim dollars reach or exceed 100 percent of the Minimum Loss Fund, billing will be instituted on a yearly basis for those paid claim dollars in excess of the Minimum Loss Fund and billing will continue on a yearly basis until the Maximum Loss Fund limit is attained or all claims initiated during the coverage period are closed. Billings will be completed in July of each year for paid claim dollars through June 30.
The CITY OF GALENA hereby agrees to make payment within 30 days of its receipt of billing.

7. All other definitions, conditions and coverages of the IMLRMA remain the same under this Agreement, including the handling of all claims.

8. This Agreement is to be interpreted and construed in accordance with the laws of the State of Illinois.

9. If any one portion or portions of this Agreement is found to be invalid or unenforceable, the remainder shall remain valid and binding on the parties.

The undersigned hereby affirm that they are duly authorized as agents to bind the parties to this Agreement.

Terry Renner
Mayor/Village President

Date

Arturo O'Doyle
Treasurer/Comptroller/RMC

Date

IMLRMA, Managing Director

Date
ILLINOIS MUNICIPAL LEAGUE RISK MANAGEMENT ASSOCIATION
PO BOX 5180, SPRINGFIELD, IL 62705-5180
Ph: 217-525-1220  Fax: 217-525-7438

2016 MIN/MAX CONTRIBUTION: $222,941

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Work Comp</td>
<td>$84,537</td>
</tr>
<tr>
<td>Auto Liability &amp; Comprehensive</td>
<td>$51,971</td>
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<tr>
<td>General Liability</td>
<td></td>
</tr>
<tr>
<td>Portable Equipment</td>
<td>$4,465</td>
</tr>
<tr>
<td>Auto Physical Damage</td>
<td>$21,961</td>
</tr>
<tr>
<td>Property</td>
<td>$60,007</td>
</tr>
<tr>
<td><strong>TOTAL MIN/MAX CONTRIBUTION</strong></td>
<td>$222,941</td>
</tr>
</tbody>
</table>

PAYMENT OPTIONS -- Please Check One Box

**OPTION #1 – BEST VALUE!**
Early Pay 1% Discount

- **Invoice Amt:** $222,941.00
- Minus 1%: $2,229.41
- **Total due:** $220,711.59
- **Total due by:** 11/20/15

**OPTION #3**
PAY FULL AMOUNT

- **Invoice Amt:** $222,941.00
- **Total due by:** 12/18/15

**OPTION #2 – Pay in Two Installments**
Early Pay 1% Discount
(Includes 1% Installment Fee)

- **Invoice Amt:** $222,941.00
- Minus 1%: $2,229.41
- **1% Installment Fee:** $2,207.12
- **Total Invoice:** $222,918.71

<table>
<thead>
<tr>
<th>Amount</th>
<th>Due Date</th>
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</thead>
<tbody>
<tr>
<td>$111,459.36</td>
<td>11/20/15</td>
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<tr>
<td>$111,459.36</td>
<td>5/13/16</td>
</tr>
</tbody>
</table>

**OPTION #4 – Pay in Two Installments**
(Includes 1% Installment Fee)

- **Invoice Amt:** $222,941.00
- **1% Installment Fee:** $2,229.41
- **Total Installment Fee:** $225,170.41

<table>
<thead>
<tr>
<th>Amount</th>
<th>Due Date</th>
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</thead>
<tbody>
<tr>
<td>$112,585.21</td>
<td>12/18/15</td>
</tr>
<tr>
<td>$112,585.20</td>
<td>5/13/16</td>
</tr>
</tbody>
</table>

PAYMENT ENCLOSED: $____________________

* If you select Option 2 or Option 4 for Pay in Two Installments, please read and sign Acknowledgement below before returning invoice.

On behalf of the city/town/village named above ("Member"), I hereby warrant that I have the authority to sign this agreement on the Member's behalf. I acknowledge and understand that the installment option is afforded only as a benefit for budgeting purposes and is not meant to allow for mid-term withdrawal. I acknowledge and understand that Article 5 of the Intergovernmental Cooperation Contract ("Contract") prohibits termination of the Intergovernmental Cooperation Contract prior to the last day of December of any given year. Per Article 5, I warrant that the Member will adhere to the Contract and pay the second installment when due.

______________  ______________
Mayor/Village President or Other Municipal Officer (Please Sign)  Title  Date

Make Check Payable To:
IML Risk Management Association
PO Box 5180
Springfield, IL 62705-5180