

RESOLUTION NO. 4007

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF REDLANDS
CONTINUING ITS SELF-INSURED RETENTION PROGRAM AND
INSURANCE TRUST FUND AND RESCINDING RESOLUTION NO. 3392

WHEREAS, it is necessary for the City to continue its self-insured retention program to meet general insurance and liability requirements; and

WHEREAS, it continues to be necessary to accumulate reserve funds to support this program;

NOW, THEREFORE, BE IT RESOLVED AS FOLLOWS:

1. The Insurance Trust Fund created by Resolution No. 3392 shall be continued.
2. Charges to the various funds for insurance coverage shall continue to be accumulated in the Insurance Trust Fund.
3. Reserves established in the Insurance Trust Fund shall be used to satisfy claims against the City, to defray expenses incurred in conjunction with the City's insurance program, and to loan money to other City funds with City Council's approval at current market interest rates. Such loans shall not exceed \$1,000,000 in total amount or 25%, whichever is less, of the then-existing balance in the Insurance Trust Fund.
4. All funds in the Insurance Trust Fund shall be held in active accounts and may be invested at interest as provided by State law.
5. All interest paid on such investments shall be credited to the Insurance Trust Fund.
6. The Finance Director shall establish an imprest cash account with the City's worker's compensation insurance carrier. The balance in this account shall not exceed two month's cost experience.
7. With the concurrence of the City Manager and the City Attorney, the Finance Director is hereby authorized to offer settlement of liability claims or litigation against the City up to an amount of \$10,000 per incident.

8. The City's liability insurance adjuster is authorized to offer settlement of liability claims or litigation against the City up to an amount of \$1,000 per incident.

ADOPTED, SIGNED AND APPROVED this 15th day of January, 1985.

Carole Resnick
Mayor of the City of Redlands

ATTEST:

Janice Rogers
City Clerk