

ORDINANCE NO. 10-66

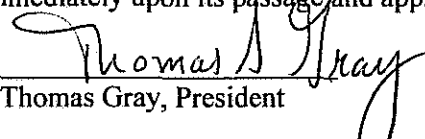
**ORDINANCE AUTHORIZING THE EXECUTION OF THE
IMLRMA MINIMUM/MAXIMUM CONTRIBUTION AGREEMENT**

Whereas, the Village Board of the Village of Chatham is 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 12/31/2010 to 12/31/2011 and all endorsements thereto.

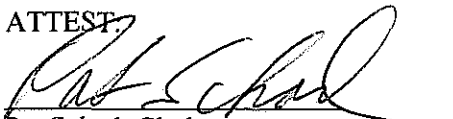
Whereas, the Village Board/City Council of the Village of Chatham finds it to be in the best interest of the municipality to make its IMLRMA contribution in accordance with the IMLRMA Minimum/Maximum Contribution Agreement.

Be it ordained by the President and Board of Trustees of the Village of Chatham:

1. That the execution of the IMLRMA Minimum/Maximum Contribution Agreement for one (1) year period beginning 12/31/2010 and ending 12/31/2011 is hereby authorized.
2. That the Village President and the Treasurer are hereby granted authority to execute the IMLRMA Minimum/Maximum Agreement which amends and supplements the IMLRMA Declarations pages dated 12/31/2010 to 12/31/2011 and all endorsements thereto.
3. That this ordinance shall take effect immediately upon its passage and approval.


Thomas Gray, President

ATTEST:


Pat Schad, Clerk

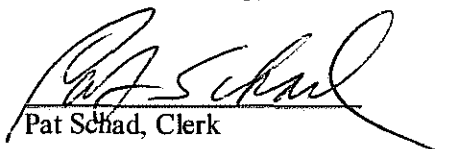
YES - 6
NO - 0
ABSENT - 0



Passed this 14th day of December 2010.

Approved this 14th day of December, 2010.

I Pat Schad, Clerk of the Village of Chatham, Illinois, do hereby certify that the foregoing is a true and correct copy of the Ordinance No. 66 as adopted this 14th day of December 2010.


Pat Schad, 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 **VILLAGE OF CHATHAM**, a member of the IMLRMA. This Agreement amends and supplements the Declarations Pages dated December 31, 2010 to December 31, 2011 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 **VILLAGE OF CHATHAM** 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 **VILLAGE OF CHATHAM** hereby agrees to the following schedule of contributions:

	<u>Minimum Contribution</u>		<u>Maximum Contribution</u>
Reinsurance and Excess Premiums and Administrative Costs	\$ 52,380		\$ 52,380
Loss Fund	@ 85% \$ 111,699	@ 130%	\$ 170,834
Contribution	\$ 164,079		\$ 223,214

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.

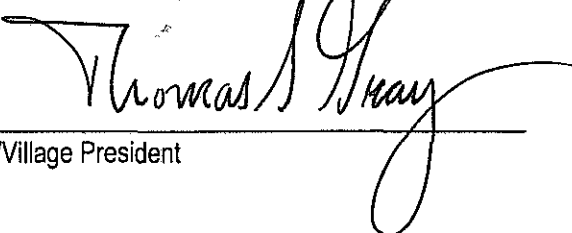
The **VILLAGE OF CHATHAM** hereby agrees to make payment within 30 days of its receipt of billing.

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.



Mayor/Village President

12-14-10

Date



Treasurer/Comptroller/RMC

12/13/10

Date

IMLRMA, Managing Director

Date