

Kenai Peninsula Borough
Kenai Peninsula Borough School District
Office of Risk Management

MEMORANDUM

TO: Wayne Ogle, Assembly President
Members, Kenai Peninsula Borough Assembly

THRU: Charlie Pierce, Mayor *CP*

FROM: Colette Thompson, Borough Attorney & Risk Management Committee
Member *CT*
Brandi Harbaugh, Finance Director & Risk Management Committee
Member *BH*

DATE: April 19, 2018

RE: Resolution 2018-024, Authorizing the Kenai Peninsula Borough to Participate in the Alaska Municipal League Joint Insurance Association's Loss Control Incentive Program for Fiscal Year 2018 (Mayor)

The Alaska Municipal League Joint Insurance Association ("AMLJIA") introduced the Loss Control Incentive Program, an activity-based safety program, in fiscal year 2006. This program is designed to reduce losses by helping AMLJIA pool members target their loss control efforts at reducing the high frequency losses and high severity losses typically experienced. Members participating in the program may earn up to a five percent credit based on their annual contribution with the savings applied against the following year's contribution to the AMLJIA pool. The projected fiscal year 2018 cost savings for the borough is \$46,340.

The AMLJIA provides the materials necessary to implement and maintain an active safety committee in which participants are asked to perform certain activities and provide documentation of those activities to be eligible for the premium discount. The program involves implementing safety plans targeted at preventing injuries and reducing losses and a roster documenting annual employee training on those safety plans. As a result of this program, members have earned contribution credits. There is no additional fee for participating in this program. The program does require support of the governing body for participation.

The administration is submitting resolutions regarding this program for both FY2018 and FY2019 as the deadline for submitting the FY2018 resolution is June 30, 2018 and AMLJIA will also accept the resolution authorizing this participation in FY2019 at this time.

Your approval of the resolution is respectfully requested.