

RESOLUTION NO. 2001-53

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF ELK GROVE,
CALIFORNIA AUTHORIZING ESTABLISHMENT OF A LIABILITY CLAIMS
RESERVE FOR \$15,000.00**

Whereas, Resolution No. 2001-52 of the City of Elk Grove authorized the Mayor of the City to execute a Joint Powers agreement with the Public Agency Risk Sharing Authority of California (PARSAC) for the purpose of obtaining coverage in the Liability Program of PARSAC; and

Whereas, Resolution No. 2001-52 of the City of Elk Grove authorized execution of the Participation Agreement for the Liability Program with PARSAC; and

Whereas, Section 7 of the said Participation Agreement for the Liability Program mandates establishment by resolution, a "Fund Balance Reserve" (Reserve) equal to three times the designed Self-Insured Retention (SIR) of the City of Elk Grove; and


Whereas, the City of Elk Grove designated \$5,000.00 as its SIR; and

Whereas, the City of Elk Grove desires to remain a member in good standing with PARSAC;

Now, therefore, be it resolved by the City Council of the City of Elk Grove that a sum equal to three (3) times its SIR or, more specifically, \$15,000.00 is hereby designated to be placed in Reserve.

BE IT FURTHER RESOLVED, that said Reserve is designated for payment of liability claims only and will be replenished periodically in amounts sufficient to maintain the designated balance of said Reserve at \$15,000.00 as such claims may be paid against it.

PASSED, APPROVED, AND ADOPTED by the City Council of the City of Elk Grove on this 1st day of August, 2001.


MICHAEL P. LEARY, MAYOR
CITY OF ELK GROVE

ATTEST:


PEGGY JACKSON, CITY CLERK
CITY OF ELK GROVE

APPROVED AS TO FORM:


ANTHONY MANZANETTI,
CITY ATTORNEY
CITY OF ELK GROVE

AYES: Leary, Scherman, Cooper,
Briggs, Soares
NOES: None
ABSTAIN: None
ABSENT: None