

1 RESOLUTION BY THE CITY COUNCIL OF THE CITY OF LAS VEGAS, NEVADA
2 ESTABLISHING A SELF-INSURANCE TRUST FUND
3 FOR THE SETTLEMENT OF PROPERTY DAMAGE CASES,
4 PROVIDING APPROPRIATIONS THEREFOR, AND MAKING
5 CERTAIN OTHER DETERMINATIONS IN CONNECTION THEREWITH

6 WHEREAS, the City Council of the City of Las Vegas has adopted a program of
7 self-insurance as a means of restoring and/or replacing City owned property which has been
8 damaged or destroyed; and

9 WHEREAS, it is the desire of the City Council to establish a formal method for
10 the funding of dollars to pay unanticipated self-insurance property damage losses; and

11 WHEREAS, NRS 41.038 provides that any local government may establish a self-
12 insurance reserve or fund.

13 NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Las
14 Vegas that:

15 SECTION ONE

16 There is hereby created a trust and agency fund in accordance with NRS 354.580
17 which shall be entitled "City of Las Vegas Property Damage Self-Insurance Trust Fund."

18 SECTION TWO

19 The purpose of said fund shall be to pay all self-assumed losses stemming from
20 replacement and repair of damaged or destroyed City property and all other costs properly relating
21 thereto, including but not limited to attorney's fees, adjusting services and administration.

22 SECTION THREE

23 Money collected from insurance claims made by the City for its property damage
24 and from property damage lawsuits brought in the City's behalf shall be credited back to the
25 Property Damage Self-Insurance Trust Fund. In addition to, and separate from, such
26 reimbursements, regular contributions to the fund shall be made on a recurring monthly basis.
Each fund of the City may be charged pro rata from all City funds afforded protection under this



1 program. The General Fund and excess interest earned on the Liability and Workmen
2 Compensation Self-Insurance Funds when those self-insurance funds have reached their set
3 reserves may also be charged. Funding shall be as follows:

4 (a) For Fiscal Year 1993-1994, \$500,000 to be deposited forthwith from excess
5 interest accumulations from other self-insurance funds.

6 (b) During fiscal years subsequent to 1993-1994, \$250,000 a year.

7 (c) At any time the trust fund or reserve balance equals or exceeds \$2,000,000,
8 no further contributions shall be required except to replenish the fund. At that point, it is believed
9 the fund would become self-sustaining.

10 SECTION FOUR

11 All interest earned by the City of Las Vegas Property Damage Self-Insurance Trust
12 Fund shall be credited to said fund until the fund balance equals or exceeds Two Million and
13 No/100ths Dollars (\$2,000,000.00), at which time all interest earned may be credited to the City
14 of Las Vegas General Fund.

15 SECTION FIVE

16 The method for controlling revenues, expenditures, reserves and surpluses of said
17 fund shall be in accordance with generally accepted accounting principles and in accordance with
18 the laws of the City of Las Vegas and the State of Nevada.

19 SECTION SIX

20 The Office of the City Manager is hereby authorized and directed to carry out the
21 provisions of this Resolution and to take such actions as may be necessary or appropriate to

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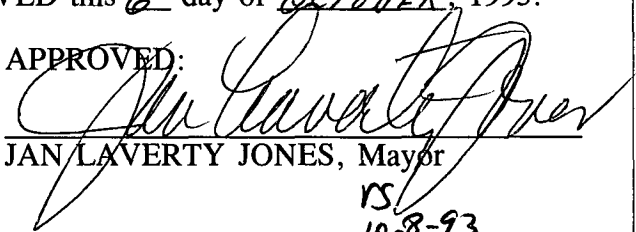
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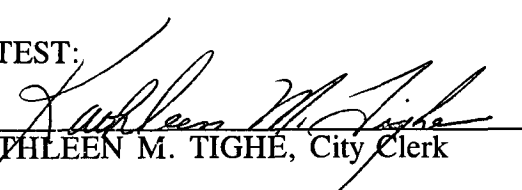
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1 implement and carry out this program.

2 PASSED, ADOPTED and APPROVED this 6th day of OCTOBER, 1993.

3 APPROVED:

4 
JAN LAVERTY JONES, Mayor

5 ATTEST:
6 
7 KATHLEEN M. TIGHE, City Clerk

VS
10-8-93

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