

**RESOLUTION OF THE COUNCIL
OF BOONSBORO**

Recitals

WHEREAS, The Mayor and Council of Boonsboro (the “Town”) desires to participate in LGIT-Health offered by the Local Government Insurance Trust to local governments in Maryland pursuant to Insurance Article, §§ 19-602 and 19-603 of the Maryland Code;

WHEREAS, the Town is a “local government” as defined in Insurance Article, § 19-603 of the Maryland Code;

WHEREAS, the Town is willing to make a two-year commitment to participate in LGIT-Health and, pursuant to and in accordance with Insurance Article, § 19-603 of the Maryland Code, to pledge its full faith and credit and unlimited taxing power to the Town’s payment obligations to LGIT-Health;

WHEREAS, Insurance Article, § 19-603 of the Maryland Code authorizes the Town to (i) enter into a funding agreement in connection with LGIT-Health, (ii) determine by resolution the provisions, terms, conditions, and duration of the funding agreement, and (iii) undertake a payment obligation in the funding agreement without regard to any limitations contained in its charter or other applicable public local law or public general law that otherwise would apply and without complying with any procedures contained in its charter or other applicable public local or public general law that otherwise would be required;

WHEREAS, the Town understands and acknowledges that the health benefit plan adopted by the Town in connection with LGIT-Health is a self-funded plan;

WHEREAS, the Town understands, and agrees to, all terms and conditions of participation in LGIT-Health; and

WHEREAS, the Town may not be assessed for any funding deficit in LGIT-Health and is not obligated to fund LGIT-Health except to the extent set forth in the funding agreement approved by this Resolution.

NOW, THEREFORE, BE IT RESOLVED BY THE COUNCIL OF BOONSBORO AS FOLLOWS:

1. The Council hereby authorizes and approves the Town’s participation in LGIT-Health offered by the Local Government Insurance Trust (“LGIT”) to local governments in Maryland effective as of July 1, 2019, and acknowledges and accepts the terms and conditions established by LGIT for participation in LGIT-Health from and after July 1, 2019.

2. The Council hereby approves, and authorizes the execution and delivery of the Member Funding Agreement dated as of July 1, 2019 between the Town and LGIT (the “Agreement”) in the form set forth in Exhibit A to this Resolution.

3. Pursuant to Insurance Article, § 19-603(c)(1) of the Maryland Code, a payment obligation in the Agreement is a general obligation of the Town to which the Town’s full faith and credit and unlimited taxing power are pledged and is not subject to annual appropriation by the Town.

4. The Council hereby authorizes, empowers and directs the appropriate officers and employees of the Town to execute and deliver the Agreement and to take all other actions necessary and appropriate to effect the Town’s participation in LGIT-Health from and after July 1, 2019 in accordance with the terms and conditions set forth in the Agreement.

5. This Resolution shall take effect immediately upon its adoption by the Council.

[SEAL]

Mayor

Attest:

Town Manager

Adopted: _____, 2019

EXHIBIT A

FORM OF MEMBER FUNDING AGREEMENT