

Avon Town Council

Ordinance 2026 -02

Ordinance Establishing Insurance Reserve Fund

Whereas, local governments in the State of Indiana are experiencing challenges in obtaining and maintaining property, casualty, liability, workers compensation, and health insurance, including challenges relating to rising costs, significant premium increases, and the limited number of carriers opting to provide coverage to local governments; and

Whereas, in an effort to address future risks posed by potential non-renewals, and to ensure the Town is appropriately insured, the Avon Town Council desires to create a non-reverting insurance reserve fund, a fund which will hold funds that may be used to address the Town's future insurance needs; and

Whereas, the Avon Town Council finds that it is in the best interest of the Town, its citizens, and its employees, to establish the Insurance Reserve Fund, as described below.

It is therefore, ordained that a new section, Chapter 2, Article 2-18, Section 2-294, shall be included in the Town Code, which shall read as follows:

"2-294 INSURANCE RESERVE FUND

- A. **Establishment**. The Town Council hereby establishes the Insurance Reserve Fund. The source of the funds is money appropriated and transferred by the Town Council to the fund.
- B. **Use of Funds**. Funds deposited in the Insurance Reserve Fund shall be used as approved and appropriated by the Town Council. Funds deposited into the

Insurance Reserve Fund shall be used to address future insurance needs, including but not limited to the establishment of a self-insurance program.

C. **Nonreverting.** This fund shall be nonreverting and remain in effect until modified or rescinded by the Town Council.

Ord. 2026-02__, passed _02/26/26)”

It is further ordained that this ordinance shall become effective upon adoption and that any other provision of the Code Book which is not specifically amended by this ordinance shall remain in full force and effect.

Adopted this 26th day of February, 2026.

Avon Town Council:

Dawn Lowden, President

Jayson Puckett, Vice President

William Holland, Member

Robert Pope, Member

Greg Zusan, Member

Attest:

Julie Loker, Clerk-Treasurer