

June 20, 2025

City Council  
City of Aniak  
PO Box 189  
Aniak, AK 99557

Re: Distribution of Capital from Alaska Public Entity Insurance (APEI)

Dear Members of the City Council,

As you are probably aware, the City of Aniak is a member of APEI, a Joint Insurance Arrangement administering a group of public entities in Alaska who entered into a cooperative agreement for the purpose of self-insuring one another and buying excess insurance as a group. Joint insurance arrangements like APEI are often referred to as a “pool”. Unlike a commercial insurance company, APEI is a non-profit organization governed by a board of directors elected by our member public entities.

The APEI membership voted last November to have APEI merge with the other public entity pool in Alaska, AMLJIA, into a newly created pool, the Alaska Public Risk Alliance (APRA). This merger will be complete on July 1, 2025.

As part of the merger, APEI will have some remaining capital funds that are not required to be transferred to APRA. These funds will be distributed to our current and former members over a four-year period, with the first distribution occurring now. The attached document describes the plan adopted by the APEI Board of Directors specifying how these amounts are to be distributed among current and former APEI members.

The check for \$4,190 accompanying this letter represents the City of Aniak’s share of the 2025 distribution.

We’ve appreciated your trust in APEI to manage the pool you have been a part of in the past and look forward to working with the City of Aniak as part of APRA. All APEI staff