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ROSATI | SCHULTZ
JOPPICH | AMTSBUECHLER

June 18, 2026

**CONFIDENTIAL CORRESPONDENCE
ATTORNEY-CLIENT PRIVILEGE**

Victor Cardenas, City Manager
City of Novi
45175 Ten Mile Road
Novi, MI 48375

RE: Review of Michigan Municipal League (MML) Liability and Property Pool Agreement

Dear Mr. Cardenas:

You asked our office to review the attached Intergovernmental Agreement that would govern the City's membership in the MML liability pool if that is the insurance coverage chosen by City Council. Frankly, the main feature of the Agreement is that it is not a typical insurance contract of the sort that the City had with, say, Travelers or Tokio Marine. It is, like some other agreements that the City has entered into with other municipalities, actually an intergovernmental agreement to join with other communities to undertake a joint program or project—in this case to form a group self-insurance pool.

Obviously, MML's pool has been in existence for some time, and there are many long-standing members of it. By joining, the City secures the insurance coverages listed in the materials provided by the MML, under the same terms and conditions that other municipalities agree to. The insurance coverages are of the same general nature as what the City would expect to receive from a non-pool insurance company. (This letter does not address the nature of the insurance coverages so much as the nature of the contract/pool itself.)

Other than the nature of the entity that the City would be becoming a member of, one other difference between this and a contract with Travelers Insurance is that the City's membership would be an annual determination—the City cannot simply cancel its membership on 30 or 60 days' notice as it might with other insurers. If the City wants to leave the pool, it must give notice at least 60 days before its one-year membership coverage terminates (see Article 5, Section 5.3).

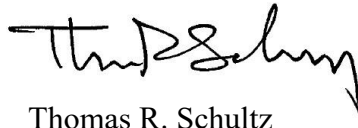
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If you have any other questions about the nature of the membership contract, please don't hesitate to call.

Very truly yours,

ROSATI SCHULTZ JOPPICH
& AMTSBUECHLER PC

A handwritten signature in black ink, appearing to read "Th R Schultz", written in a cursive style.

Thomas R. Schultz

TRS/jah

cc: Cortney Hanson, City Clerk