

LARM and LONM – Separate Legal Entities

 <p>League Association of Risk Management (LARM) 1919 South 40th Street, Suite 212 Lincoln, NE 68506 Website – www.larmpool.org (402) 742-2600 LARM staff- http://larmpool.org/who-we-are/larm-staff.html LARM Director- Mike Nolan</p>	 <p>League of Nebraska Municipalities (LONM) 1335 L Street Lincoln, NE 68508 Website -- www.lonm.org (402) 476-2829 LONM staff- http://www.lonm.org/who-we-are/league-staff/ LONM Director- Lynn Rex</p>
<p>-Created under two Nebraska statutes 1. Intergovernmental Risk Management Act 2. Interlocal Cooperation Act.</p>	<p>-Created by contract</p>
<p>-Governed by Board of participating members and the following: -Two statutes -Bylaws -Insurance Department Regulations -Member Agreement creating Pool (Board of Directors http://larmpool.org/who-we-are/board.html)</p>	<p>-Governed by LONM Executive Director with oversight by Board of Directors, nominal accountability to members (Board of Directors http://www.lonm.org/who-we-are/executive-board)</p>
<p>-Not a Lobbying Organization</p>	<p>-Lobbying Organization</p>
<p>-Provides Insurance and Risk Management</p>	<p>-Does not provide Insurance</p>
<p>-Regulated by Department of Insurance</p>	<p>-No relationship to Department of Insurance</p>
<p>-Operates State Risk Management Pool</p>	<p>-Primarily lobbying organization</p>
<p>-Under Public Entity: Open Meetings Law; Public Records Law; Public Purpose Use of Funds</p>	<p>-Not under Open Meetings Law; not under Public Records Law</p>
<p>-Files State Auditor Reports; Complies with recommendations</p>	<p>-Not Examined by State Auditor</p>
<p>-Consists of 166 Public Agencies that use LARM’s Risk Pool, many are not municipalities.</p>	<p>-LONM has 490 municipal members and has contributed little support to LARM’s recruitment of most recent 100 members.</p>

-Helps Members Perform Statutory Governmental Functions	-Lobbyist, member conferences, responds to some member legal questions
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LARM's Operations in relation to LONM's Operations

-Insurance At Lowest Possible Cost	-Sought "Sponsor" Fee from LARM
-Requires no Services of LONM	-Provides nominal Services to LARM
-Arms length Operations / Lease	-Excessive Rents Charged to LARM
-Experts at Insurance / Claims	-No Insurance Expertise
-Independent, Member Controlled	-Tries to Control LARM
-Requires Confidential Offices, Files	-Demanded access to LARM offices
-Does not attend LONM Board Meetings	-Disrupts LARM Board Meetings
-Rebates LONM Fee to Members	-Tried to Demand More Payments
-Has Grown Members & Reserves	-No Growth. Dwindling Budget
-Adds New Services, Products	-Status Quo for Many Years
-Insurance Operations Not Driven by Lobbying	-Tries, as Lobbyist, to Drive LARM Insurance Operations
-Public Entity; Can be Controlled Only by Members	-Not A Public Entity; Tries to Control LARM as a Public Entity
-LARM Attempts No Control of LONM	-Attempts Control of LARM through Executive Director
-Must Control Non-Admitted Assets & Avoid Neglect of Its Business	Neglected LARM's Non-Admitted Assets; at seven Figure Cost to LARM, no accountability or transparency regarding this material omission.
-Saved Members about \$300,000 Operating Costs per Year with 2017-18 Decisions	