

**RESOLUTION OF THE BOARD OF DIRECTORS OF
MOORE COUNTY HOSPITAL DISTRICT**

WHEREAS, on September 1, 2005, the Board of Directors established a self-insurance plan as an alternative to purchasing professional insurance coverage from an insurance carrier; and

WHEREAS, the Board of Directors finds that the past claims experience and actuarial studies of the Hospital support the continuation of the self-insurance plan; and

WHEREAS, the Board of Directors finds that the continuation of the self-insurance plan is not an unreasonable business risk and, when compared to the amounts required to purchase commercial professional and general liability insurance, the cost savings to the District justify the risk of not carrying such commercial insurance; and

WHEREAS, the Board of Directors finds that the Hospital's ongoing risk management program is an effective measure to assist in the prevention of claims against the Hospital which serves to decrease the risk of not carrying commercial professional and general liability insurance; and

WHEREAS, the Board of Directors has determined that it is in the best interest of the Hospital at this time to continue the self-insurance plan and trust to provide the Hospital, its employees and certain Medical Staff Members with liability indemnity from and against hospital and medical liability claims;

IT IS THEREFORE NOW:

RESOLVED that the Hospital shall continue the self-insurance plan to provide the Hospital, its employees and certain Medical Staff Members with liability indemnity from and against hospital and medical liability claims for the period of July 1, 2025, to June 30, 2026.

Adopted by the Board of Directors of the Moore County Hospital District on June 25, 2025.

Mr. John Frantz, Chairman of the Board of Directors