

May 6, 2026

School Board
Craig City School District
PO Box 800
Craig, AK 99921

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

Dear Members of the School Board,

As you are probably aware, the Craig City School District was a member of APEI, a non-profit organization responsible for administering a group of public entities that had joined together 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”.

The APEI membership voted in November 2024 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 was completed on July 1, 2025, at which point both APEI and AMLJIA ceased to exist and all liabilities and operations of both pools transferred to APRA.

As part of the merger, APEI had some remaining capital funds that were not required to be transferred to APRA. The APEI Board of Directors adopted a Capital Distribution Plan in April 2025 specifying that these funds were to be distributed to former APEI members over a five-year period, beginning in the spring of 2025. The second distribution is occurring now, with approximately \$1,509,000 being sent to former APEI members.

The check for \$4,462 accompanying this letter represents the Craig City School District’s share of the 2026 distribution.

We appreciated your trust in APEI to manage the pool you have been a part of in the past and look forward to continuing to work with the Craig City School District as part of APRA.

Please feel free to reach out to me if you have any questions.

Sincerely,



Barbara Thurston
Director of Insurance Services
Alaska Public Risk Alliance
(907) 560-2007

cc by email: Melinda Bass, Business Manager
Tara Koloski, USI Insurance Services