

RESOLUTION NO. 3888 NEW SERIES

A RESOLUTION OF THE COUNCIL OF THE CITY OF
GLENDALE, MARICOPA COUNTY, ARIZONA, RATIFYING
THE SETTLEMENT WITH DELOITTE & TOUCHE IN THE
NATIONAL CENTURY FINANCIAL ENTERPRISES CLAIM.

WHEREAS, in 2001 and 2002, the City of Glendale, as a member of the Local Government Investment Pool 55, invested in debt securities of National Century Financial Enterprises ("NCFE"). Decisions as to the management of the investment pool were made by the State of Arizona. In November 2002, NCFE declared bankruptcy.

WHEREAS, in order to pursue recovery of this loss effectively and cost efficiently, Glendale and several other municipalities formed a loss recovery coalition and agreed to pursue these claims jointly. Claims were brought against several of the world's largest financial institutions and accounting firms. Through the bankruptcy process, Glendale has recovered \$407,996.97.

WHEREAS, Deloitte & Touche, offered to settle all claims made by the consortium in an aggregate amount of \$5,200,000. This amount is to be divided pro rata among the consortium based on the value of each entities investment. Based on this division, Glendale's share of the recovery will be \$114,689.31.

WHEREAS, it is recommended by the City Attorney to approve settlement of this claim for the amount offered. That recommendation is also consistent with the consortium's national legal counsel, the local legal counsel, the State Treasurer's Office and the City Chief Financial Officer.

NOW, THEREFORE, BE IT RESOLVED BY THE COUNCIL OF THE CITY OF GLENDALE as follows:

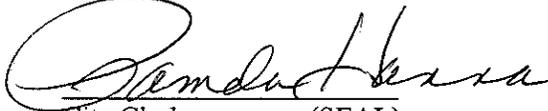
SECTION 1. That it is deemed in the best interest of the City of Glendale and the citizens thereof ratifying the settlement with Deloitte & Touche in the National Century Financial Enterprises claim.

SECTION 2. That the City Manager and the City Clerk are hereby authorized and directed to execute and deliver any necessary settlement documents on behalf of the City of Glendale.

PASSED, ADOPTED AND APPROVED by the Mayor and Council of the City of Glendale,
Maricopa County, Arizona, this 13th day of September, 2005.


MAYOR

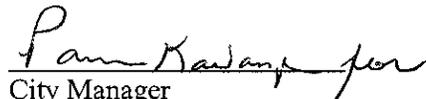
ATTEST:


City Clerk (SEAL)

APPROVED AS TO FORM:


City Attorney

REVIEWED BY:


City Manager