



## Legislation Details (With Text)

**File #:** 09-1154      **Version:** 1      **Name:** 12/21/09 Accident Fund Contract Renewal  
**Type:** Resolution      **Status:** Passed  
**File created:** 12/21/2009      **In control:** City Council  
**On agenda:** 12/21/2009      **Final action:** 12/21/2009  
**Enactment date:** 12/21/2009      **Enactment #:** R-09-507  
**Title:** Resolution to Approve Excess Workers' Compensation Coverage and Third Party Administration Services Agreement through Accident Fund Insurance Company of America (\$158,828.00)

**Sponsors:**

**Indexes:**

**Code sections:**

**Attachments:**

Date	Ver.	Action By	Action	Result
12/21/2009	1	City Council	Approved	Pass

Resolution to Approve Excess Workers' Compensation Coverage and Third Party Administration Services Agreement through Accident Fund Insurance Company of America (\$158,828.00)

The resolution before you is to approve excess workers' compensation coverage and third party administration services through the Accident Fund Insurance Company of America in the amount of \$158,829.00. One half of the funding for this policy is available in the FY 2010 approved budget for Financial Services in the Risk Fund. The remainder will be included in the FY2011 budget for Financial Services in the Risk Fund.

This resolution approves a renewal of our existing policy and third party administration services at an increase of 2.45% over FY 2009. This type of coverage will cap our exposure to \$350,000 per occurrence with an aggregate maximum of \$1,125,000.00. Accident Fund provided a two-year option which retained our annual aggregate maximum and held prices equal in the second year. Therefore, it is our recommendation that the two-year option be accepted. Accident Fund received Human Rights approval on October 7, 2009 and complies with the provisions of the Living Wage ordinance.

Passage of this resolution is recommended.

Prepared by: Matthew V. Horning, Treasurer

Reviewed by: Robyn Wilkerson, HR and Labor Relations Director

Whereas, The City must secure adequate insurance for potential workers' compensation claims;

Whereas, Accident Fund Insurance Company of America provided an acceptable proposal for continuation of services at a reasonable cost; and

Whereas, Accident Fund received Human Rights approval on October 7, 2009, and its employees will receive compensation in accordance with the City's Living Wage Ordinance;

RESOLVED, That City Council approve an excess workers' compensation policy and related third party administrator services agreement with the Accident Fund Insurance Company of America in the

amount of \$72,195.00 in Fiscal Year 2010 and in the amount of \$72,195.00 in Fiscal Year 2011;

RESOLVED, That City Council approve a 10% contingency (\$7,219.00 in each of Fiscal Years 2010 and 2011) for policy and administrative services change orders, if required;

RESOLVED, That the City Administrator, or his designee, be authorized to bind such coverage for Fiscal Years 2010 and 2011 and take all necessary administrative actions to implement this resolution including the authority to approve change orders within the approved contingency; and

RESOLVED, That the Mayor and City Clerk be authorized and directed to execute the agreement after approval as to substance by the City Administrator and approval as to form by the City Attorney.