

**Carson City
Agenda Report**

Date Submitted: June 10, 2014

Agenda Date Requested: June 19, 2014

Time Requested: 10 minutes

To: Mayor and Supervisors

From: Nick Providenti, Director of Finance

Subject Title: For Possible Action: Action to enter into an agreement for excess workers compensation liability insurance services with New York Marine Insurance Company for a total premium of \$91,205.

Staff Summary: Staff is recommending that Carson City continue our relationship for workers compensation excess liability insurance services with New York Marine Insurance Company for FY 2014/2015. The total premiums for FY 2013/2014 were \$84,048 so the total increase would be approximately 8.5%.

Type of Action Requested: (check one)

☐ Resolution

☐ Ordinance

☒ Formal Action/Motion

☐ Other (Specify)

Does This Action Require A Business Impact Statement: ☐ Yes ☒ No

Recommended Board Action: I move to enter into an agreement for excess workers compensation liability insurance services with New York Marine Insurance Company for a total premium of \$91,205.

Explanation for Recommended Board Action: A copy of the coverage's and the premiums is included. We anticipate that the city will continue to save approximately \$900,000 in FY 2013-2014 and in FY 2014-2015 based on the premiums we were paying to the Public Agency Compensation Trust (PACT).

Applicable Statue, Code, Policy, Rule or Regulation: n/a

Fiscal Impact: \$91,205 in insurance premiums.

Explanation of Impact: Savings estimated at \$900,000- \$1,000,000 when compared to the fully insured plan with the PACT which will allow us to reduce our premiums paid by the funds to the Worker's Compensation Fund.

Funding Source: Workers' Compensation Insurance Fund

Alternatives: Elect not to enter in the agreements and pursue other options for worker's compensation insurance.

Supporting Material: Renewal information compiled by Wells Fargo Insurance Services.

Prepared By: Nick Providenti

Reviewed By:

[Signature]
(Department Head)

Date: 6/10/14

[Signature]
(City Manager)

Date: 6/10/14

[Signature]
(District Attorney)

Date: 6/10/14

[Signature]
(Finance Director)

Date: 6/10/14

Board Action Taken:

Motion: _____

- 1) _____
- 2) _____

Aye/Nay

(Vote Recorded By)

Wells Fargo Insurance Services USA, Inc.
Reno, Nevada
May 19, 2014

Carson City Consolidated Municipality
Insurance Renewal Quote Summary
Policy Term: July 1, 2014 to July 1, 2015

Expiring Program 2013/2014					Renewal Program 2014/2015			
Coverage	Carrier A.M. Best Rating	Limits of Insurance	Deductible/SIR	Annual Premium	Carrier A.M. Best Rating	Limits of Insurance	Deductible/SIR	Annual Premium
<u>Excess Workers Comp</u>	New York Marine A IX	Statutory WC \$1,000,000 EL	\$2,000,000/ \$750,000	\$84,048	New York Marine A IX	Statutory WC \$2,000,000 EL	\$2,000,000/ \$750,000	\$91,205
Total				\$84,048	Total			\$91,205

This summary neither amends nor alters the insurance contract. Specific questions on all policy terms and conditions should be referred to your Wells Fargo Insurance Services representative and the policy itself should be reviewed.

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