



TO: Honorable Mayor & Members
Fort Lauderdale City Commission

FROM: Lee Feldman, City Manager

DATE: September 5, 2012

TITLE: Motion to Approve Excess Workers' Compensation Insurance Policy
Renewal - \$337,329

Recommendation

It is recommended, by staff and the Insurance Advisory Board, that the City Commission approve the purchase of a one-year excess workers' compensation insurance policy from Star Insurance Company, which it determines best meets the needs of the City, in the amount of \$337,329.

Background

The City's excess workers' compensation insurance policy is scheduled to expire on September 30, 2012. As prescribed in Section 2-199(3), Code of Ordinances of the City of Fort Lauderdale, the City Manager's designee, Risk Management Associates, Inc., d/b/a Public Risk Insurance Agency, conducted negotiations with the current carrier. The negotiations resulted in a total premium quote of \$337,329 (\$333,000 premium and \$4,329 for the mandated Florida Hurricane Catastrophe Fund of 1.3% of the premium), which is an increase of \$9,117 (less than 3%) over last year's premium.

This policy, which provides coverage for medical bills and lost wages for employees injured on the job, will provide the exact same coverages as last year's policy, including a self-insured retention level of \$1,500,000 per claim. The contract is for the period of October 1, 2012 through September 30, 2013. This item was reviewed and approved by the Insurance Advisory Board at its August 1, 2012 meeting.

Prior Commission Action: On June 5, 2012, the City Commission approved CAR 12-0955 (Item M-19) requesting authority to negotiate an insurance premium with the current carrier (vote 5-0).

Resource Impact

There is a fiscal impact to the City in the amount of \$337,329

Funding for this item is contingent upon approval of the budget and appropriation of the FY 2013 budget as follows:

FY Year	SUB		FUND NAME	INDEX #	INDEX NAME	SUB		AMOUNT
	FUND	FUND				OBJECT #	SUBOBJECT NAME	
2012-2013	543	01	City Insurance	INS010101	Self Insurance Claims	5122	Work Comp Carrier	337,329.00
TOTAL								337,329.00

Attachment(s)

Exhibit 1 – Declaration Page 2011-2012