

Memorandum



DATE September 10, 2010

TO Members of the Budget, Finance & Audit Committee:
Jerry R. Allen, Chair, Ann Margolin, Vice-Chair, Vonciel Jones Hill,
Delia D. Jasso, Ron Natinsky, David A. Neumann

SUBJECT Excess Workers' Compensation Insurance

The September 22, 2010 Council Agenda includes an item to award a thirty-six month excess workers' compensation insurance policy to McGriff, Seibels & Williams of Texas in a not-to-exceed amount of \$1,215,000 for the period 10/1/2010-2013.

The City pays the initial \$750,000 for each workers' compensation claim. The City purchases excess workers' compensation insurance for catastrophic claims exceeding \$750,000. Through a Request for Competitive Sealed Proposal (RFCSP) process, McGriff, Seibels & Williams of Texas was selected as the most responsive vendor to provide the City with excess coverage.

The recommended insurance policy is a three-year guaranteed premium. Additionally, there is no increase in premium and no changes in limits, coverage or deductibles as compared to the expiring policy.

Please let me know if you need additional information.



Mary K. Suhm
City Manager

C: Honorable Mayor & Members of the City Council
Deborah A. Watkins, City Secretary
Tom P. Perkins, City Attorney
Craig D. Kinton, City Auditor
Ryan S. Evans, First Assistant City Manager
A. C. Gonzalez, Assistant City Manager
Jill A. Jordan, P.E., Assistant City Manager
Forest E. Turner, Assistant City Manager
Jeanne Chipperfield, Chief Financial Officer