

AGENDA ITEM #: _____

DATE: June 26, 2017

COAC #: 17-6114

**CITY OF GOODYEAR
COUNCIL ACTION REPORT**

SUBJECT: Authorize expenditure of funds for insurance and insurance related services for FY2018.

STAFF PRESENTER: Lyman Locket,
Human Resources Director

CASE NUMBER: None

OTHER PRESENTER: None

PROPOSED ACTION:

Authorize FY2018 expenditure of funds for Insurance related expenses to CIGNA, Connecticut General Life Insurance, AMRRP and Copperpoint Insurance in the amount of \$2,687,000.

BACKGROUND AND PREVIOUS ACTIONS:

The City of Goodyear contracts with various insurance providers for the provision of insurance and insurance related services at the amounts estimated below. Per resolution 08-1255 all expenditures of budgeted funds in excess of \$500,000 must obtain council approval. Each year as part of adoption of the final budget these expenditures were called out and approval was granted.

To enhance consistency with city practice on all other expenditures exceeding \$500,000 a separate council action is being sought this year for these items.

STAFF ANALYSIS:

The following have been identified as insurance contracts with expenditures exceeding \$500,000 in FY2018:

CIGNA - \$910,000

Provider of Medical and Dental Insurance for our now self-funded Insurance plan. Expenditures represent the annual cost of administration, access to network and stop-loss coverage. Actual claims expenditures will be made on the City's behalf directly from the Healthcare Benefits Trust.

Arizona Municipal Risk Retention Pool (AMRRP) - \$906,000

AMRRP is our local government risk pool which provides general liability and property coverage for the City and all of its assets.

Copperpoint Insurance - \$871,000

Provider of our Worker's Compensation insurance

FISCAL ANALYSIS:

These items are specifically included in the FY2018 budget in the amount of \$2,687,000.
Authorization of these expenditures will be within the authorized FY2018 budgeted amounts.

RECOMMENDATION:

Authorize the expenditure funds in the amount of \$2,687,000 for the provision of insurance and insurance related services for FY2018.

ATTACHMENTS:

None