



Lexington-Fayette Urban County Government

200 E. Main St
Lexington, KY 40507

Legislation Details (With Text)

File #: 0809-15 **Version:** 1 **Name:** Claims Administration Services Agreement
Type: Resolution **Status:** Approved
File created: 6/15/2015 **In control:** Urban County Council
On agenda: 7/7/2015 **Final action:** 7/7/2015
Enactment date: 7/7/2015 **Enactment #:** R-427-2015

Title: A Resolution authorizing and directing the Mayor, on behalf of the Urban County Government, to execute an Amendment to Agreement with Risk Management Services Co., to include claims manager services in the agreement for third party claims administration, at a cost not to exceed \$78,000. [Dept. of Law, Graham]

Sponsors:

Indexes:

Code sections:

Attachments: 1. BS memo.pdf, 2. BS Attachment.pdf, 3. 07-07-15 - RESOLUTION - 427-2015 - - CLK - Ordinances & Resolutions - 07-13-15

Date	Ver.	Action By	Action	Result
7/7/2015	1	Urban County Council	Approved	Pass
7/2/2015	1	Urban County Council	Received First Reading	
6/23/2015	1	Urban County Council Work Session		

A Resolution authorizing and directing the Mayor, on behalf of the Urban County Government, to execute an Amendment to Agreement with Risk Management Services Co., to include claims manager services in the agreement for third party claims administration, at a cost not to exceed \$78,000. [Dept. of Law, Graham]

Authorization to amend the agreement for third party claims administration services (TPA) with Risk Management Services Co. to include acting as Claims Manager for the LFUCG. The imminent retirement of the Claims Manager (from the Claims Management section of the Department of Law) permitted the examination of the position to determine whether it would be more cost effective to contract with an outside company for the services provided by the employee. The retiring employee performed claims management services for the LFUCG. The amendment provides that RMSC would serve as claims manager for a term of two years, from July 1, 2015, through June 30, 2017. The amendment requires that Risk Management Services be on site (at LFUCG) at least two days per week. Risk Management Services presently serves as third party administrator and adjuster for all claims related to the LFUCG. The cost of the additional services is not to exceed \$78,000 for each Fiscal year (2016 and 2017). The salary and benefits of the LFUCG employee who performs these services is approximately \$127,546 per year (beginning FY 2016). The overall savings realized by contracting with Risk Management Services is about \$49,546 per year for the term of the amendment to agreement. The funds are budgeted from account #s 6021-160906-73201, 6021-160906-73202, 6021-160906-73203, 6021-160906-73204. (L0809-15)(Graham)

Budgetary Implications [select]: Yes

Advance Document Review:

Law: Yes Completed by Janet M. Graham 6/15/2015

Risk Management: {Select Yes/No, Completed by [Official, Date]}

Fully Budgeted : Yes

Account Number: 6021-160906-0001-73201
6021-160906-0001-73202
6021-160906-0001-73203
6021-160906-0001-73204

This Fiscal Year Impact: FY2016 \$78,000.00
FY2017 \$78,000.00

Annual Impact: FY2016 \$78,000.00
FY2017 \$78,000.00

Project:

Activity:

Budget Reference:

Current Balance: \$10,517,600 in FY 2016 proposed Budget

BE IT RESOLVED BY THE COUNCIL OF THE LEXINGTON-FAYETTE URBAN COUNTY GOVERNMENT:

Section 1 - That the Mayor, on behalf of the Lexington-Fayette Urban County Government, be and hereby is authorized and directed to execute an Amendment to Agreement, which is attached hereto and incorporated herein by reference, with Risk Management Services Company, to include claims manager services in the agreement for third party claims administration.

Section 2 - That an amount, not to exceed the sum of \$78,000.00, be and hereby is approved for payment to Risk Management Services Company, from account #s 6021-160906-73201, 6021-160906-73202, 6021-160906-73203, 6021-160906-73204, pursuant to the terms of the Amendment to agreement.

Section 3 - That this Resolution shall become effective on the date of its passage.

PASSED URBAN COUNTY COUNCIL:

MAYOR

ATTEST:

CLERK OF URBAN COUNTY COUNCIL