



# Approval of Professional Services Agreement for Workers' Compensation Third-Party Administration

City Council Meeting  
May 2, 2017

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# CURRENT

- The City's has a self-insured workers' compensation program
- Claims are administered by a third party
- Current vendor (REMIF) has been contracted to administer the City's claims since 1981
- Contract with REMIF ends 06/30/2017

# PROPOSED

- 3 year contract with LWP Claims Solutions, Inc. for workers' compensation claims administration:
  - Year 1 - \$367,834
  - Year 2 - \$377,030
  - Year 3 - \$386,456
- Optional 3 one-year extensions at a rate to be negotiated.

# BENEFIT

- Competitive third party administration services
- Plan to reduce claim exposure, promoting financial stability
- Enhanced customer service
- Focus on expediting appropriate medical treatment to promote recovery and return to work
- Paperless claim system

# RECOMMENDATION

- It is recommended by the Human Resources Department, Risk Management Division that the Council, by resolution, approve a professional services agreement with LWP Claims Solutions, Inc. for a period of three years, with an option for three additional one-year extensions.
- Questions?