

AN ORDINANCE ACCEPTING THE PROPOSAL OF KKSG & ASSOCIATES TO BE THE THIRD PARTY ADMINISTRATOR FOR THE CITY OF BEACHWOOD WORKERS' COMPENSATION SELF-INSURANCE PROGRAM

WHEREAS, the Finance Director in his Memorandum to the Mayor dated March 5, 2010, which is attached hereto and with the assistance of Compensation Analysis, Inc. as a consultant, has recommended that Council authorize the City to accept the attached proposal of KKSG & Associates to serve as the third party administrator for the City's workers' compensation self-insurance program; and

WHEREAS, the base rate for such services will be Five Thousand Eight Hundred Fifty Dollars and No/Cents (\$5,850.00) for the remainder of the 2010 calendar year; and

WHEREAS, the base rate for such services for calendar year 2011 will be Fourteen Thousand Five Hundred Dollars and No/Cents (\$14,500.00) and the base rate for the calendar year 2012 will be Fifteen Thousand Three Hundred Dollars and No/Cents (\$15,300.00).

NOW, THEREFORE, BE IT ORDAINED BY THE Council of the City of Beachwood, County of Cuyahoga, and State of Ohio, that:

Section 1: Based upon the recommendation of the Finance Director, with the assistance of Compensation Analysis, Inc. as a consultant, Council authorizes the City to accept the proposal and the Mayor to enter into a contract with KKSG & Associates to be the City of Beachwood's Third Party Administrator for the Workers' Compensation Self-Insurance Program at the base rate of Five Thousand Eight Hundred Fifty Dollars and No/Cents (\$5,850.00) for the remainder of the 2010 calendar year; at the base rate of Fourteen Thousand Five Hundred Dollars and No/Cents (\$14,500.00) for calendar year 2011; and a base rate of Fifteen Thousand Three Hundred Dollars and No/Cents (\$15,300.00) for the calendar year 2012, as set forth above.

In addition to the base compensation, KKSG will receive Fifty Percent (50%) of any Network Savings (Reduction) on Provider bills.

The Mayor is also authorized to incur unforeseen incidental additional expenses not anticipated by the Agreement, as recommended by the Finance Director. The Finance Director will provide Council with a quarterly report of all such costs.

Section 2: It is found and determined that all formal actions and deliberations of Council and its committees relating to the passage of this legislation that resulted in formal action were in meetings open to the public where required by Chapter 105 of the Codified Ordinances of the City.

Section 3: This Ordinance is hereby declared to be an emergency measure immediately necessary for the public peace, health or safety or the efficient operation of the City; and is further required for the effective management of workers' compensation claims.

ORDINANCE NO. 2010-60

WHEREFORE, this Ordinance shall be in full force and effect from and after the earliest date permitted by law.

Attest: I hereby certify this legislation was duly adopted on the 5th day of April, 2010, and presented to the Mayor for approval or rejection in accordance with Article III, Section 8 of the Charter on the 6th day of April, 2010.

Mayor

Approval: I have approved this legislation this 6th day of April, 2010, and filed it with the Clerk.

Clerk