

# CONSENT AGENDA ACTION ITEM

**Governing Board Agenda**

**Meeting Date:** June 23, 2009

Item Number	Item Title	Responsible Agents
V.C.6	Workers Compensation Self-Insurance	Albert Crusoe

**Recommendation**

It is recommended that the Governing Board approve the award of RFP 2898-5 to Tristar Risk Management for a period of one year (7/1/09 - 6/30/10) with four (4) annual renewal options available for FY 10/11 through FY 13/14.

The premium renewal rates are:

- Annual Claims Administration Fees - \$40,591
- Annual Brokerage Administration Fees - \$7,500

Rates for 2009 are subject to MCCCCD loss experience and payroll exposures. The current premiums are:

- Excess Workers' Compensation - \$79,819,
- Guaranty Surety Bond - \$13,740
- Out of State Workers' Compensation - \$3,347

**Justification**

Tristar Risk Management through shared services with Arthur J. Gallagher Risk Management Services, Inc. currently provides MCCCCD with Excess Workers' Compensation, Guaranty Surety Bond, and Out-of-State Workers' Compensation coverage.

Tristar has provided MCCCCD Worker's Compensation claims administration since October 1, 2004. They provide a high level of customer service and cost savings through proactive claims management, bill review, pharmacy, durable medical equipment, and medical case management.

Arthur J. Gallagher specializes in public entity insurance needs and has provided MCCCCD comprehensive and competitively priced insurance and bond coverage. Both Tristar and Gallagher have demonstrated a commitment to meet the needs of MCCCCD through the services provided.

Funding	Approvals/Certifications
<p><u>Source:</u></p> <p><u>Account Identification:</u></p>	<p>Chancellor _____</p> <p>Academic &amp; Student Affairs _____</p> <p>Business Services _____</p> <p>Human Resources _____ ITS_ _____</p> <p>Res Dev &amp; Cmty Relations _____</p> <p>College President _____</p>