

RESOLUTION NO. 2005-597

Adopted by the Sacramento City Council

August 9, 2005

**AUTHORIZING MEMBERSHIP IN THE CALIFORNIA PUBLIC ENTITY INSURANCE
AUTHORITY FOR THE PURPOSE OF PURCHASING INSURANCE FOR THE CITY
OF SACRAMENTO**

BACKGROUND

- A. The California Public Entity Insurance Authority (CPEIA) has quoted \$145,000,000 workers' compensation limits excess of a \$2,000,000 self insured retention for FY 2006 at \$389,750. Terrorism coverage is included with a sub-limit of \$25,000,000.
- B. Excess workers' compensation coverage benefits the City in situations involving severe injuries or illnesses, catastrophes such as multiple employees involved in one automobile accident or an attack on a City facility or attack on a facility to which City safety personnel must respond. The rising cost of medical care also creates an increased risk of exceeding a \$2,000,000 self insured retention for severe illnesses and injuries.
- C. The terms, limits and price of the excess workers' compensation coverage are desirable. There is sufficient insurance funding within the risk fund to purchase the coverage quoted by CPEIA.

**BASED ON THE FACTS SET FORTH IN THE BACKGROUND, THE CITY COUNCIL
RESOLVES AS FOLLOWS:**

The City Manager is authorized to execute the California Public Entity Insurance Authority Joint Powers Agreement and Excess Workers' Compensation Program Memorandum of Understanding.

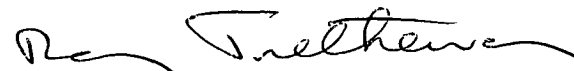
Adopted by the City of Sacramento City Council on August 9, 2005 by the following vote:

Ayes: Councilmembers Cohn, Fong, Hammond, McCarty, Pannell, Sheedy,
Tretheway, and Waters

Noes: None

Abstain: None

Absent: Mayor Fargo



Vice-Mayor Raymond Tretheway III

Attest:


Shirley Concolino, City Clerk