

City Council Agenda Summary Sheet (Purchases)

Agenda No: 2005-0003
Date: November 22, 2004
Prepared By: Julie Jenuwine, Finance Director
City File No:

Meeting Date: January 5, 2005

PURPOSE:

Recommend that City Council approve a resolution to authorize the city's contribution to the Michigan Municipal Risk Management Authority for self-insurance protection and risk management services in the amount not-to-exceed \$646,710.00 through December 31, 2005.

DISCUSSION:

The City of Rochester Hills, since its inception, has participated in the Michigan Municipal Risk Management Authority (MMRMA). The association is organized under the laws of the State of Michigan to provide risk management services and self-insurance protection against loss to Michigan cities, counties, townships and special purpose governments. The participating governmental entities contribute based on claims to an insurance pool for general liability, vehicles and property insurance coverage. As the contribution is claims-driven, the premiums may fluctuate.

The city's contribution for the year 2005 to the Michigan Municipal Risk Management Authority is estimated in the amount of \$646,710.00 that is an increase of 7.5% over the 2004 budget.

FISCAL INFORMATION:

Funds for the self-insurance protection and risk management services are budgeted in the insurance fund cost center. \$655,210 is budgeted for both self-insurance protection and fiduciary coverage (another separate policy).

Fund Name	Fund Account #	Description	Budget Amount	Cost	Remaining Budget
Insurance	677.910000	Liability Insurance	\$646,710	\$646,710	0

Vendor Name and Address:

Michigan Municipal Risk Management Authority
14001 Merriman
Livonia, Michigan 48154

RECOMMENDATION:

Recommend that City Council approve a resolution to authorize the city's contribution to the Michigan Municipal Risk Management Authority for self-insurance protection and risk management services in the amount not-to-exceed \$646,710.00 through December 31, 2005.

ATTACHMENTS:

Department Authorization: Pat Somerville

Reviewed by:

Fiscal: *Julie Jenuwine*

Purchasing: *Jean Farris*

Clerks: *Susan Koliba-Galeczka*

Approved by: *Pat Somerville*

RESOLUTION

NEXT AGENDA ITEM

RETURN TO AGENDA