

RESOLUTION NO. 1489

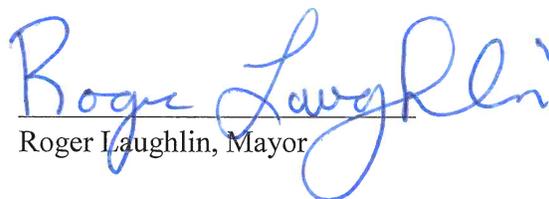
RESOLUTION APPROVING WORKERS COMPENSATION INSURANCE PROPOSAL
WITH IMWCA

WHEREAS, the City of West Branch, Iowa received an insurance renewal quotation from the Iowa Municipalities Worker's Compensation Association (IMWCA); and

WHEREAS, after reviewing the insurance renewal quotation, the City Council has decided to accept the quotation of IMWCA, effective July 1, 2016.

NOW, THEREFORE, BE IT RESOLVED, by the City Council of the City of West Branch, Iowa, that the insurance renewal with IMWCA is hereby approved.

Passed and approved this 27th day of June, 2016.


Roger Laughlin, Mayor

ATTEST:


Matt Muckler, City Administrator/Clerk

*AGENT'S FILE COPY
Original mailed to the Member*

2016-2017
Workers' Compensation
Coverage Documents
Packet

PLEASE MAINTAIN THESE DOCUMENTS IN YOUR INSURANCE FILE

*Information Page of the Coverage Memorandum
(Includes endorsements, if applicable)*

Estimated Premium Schedule for 2016-2017

*Experience Modification Factor Worksheet
(If applicable)*

THE INVOICE MAILED SEPERATELY TO THE MEMBER



West Branch (0851)
Estimated Premium Schedule as of 5/13/2016
Policy Period: 7/1/2016-7/1/2017

Workers' Compensation Coverage

Class Code	Description	Rate	Payroll	Premium	Modified Premium	Discounted Premium
5506	Street or Road Paving	9.27%	77,673	7,200	8,640	7,690
7520	Waterworks Operations & Driver	5.38%	118,316	6,365	7,638	6,798
7580	Sewage Disposal Plant Operation	3.13%	23,295	729	875	779
7720	Police Officers & Drivers	4.59%	254,350	11,675	14,010	12,469
8810	Clerical Office Employees - NO	0.31%	370,356	1,148	1,378	1,226
9102	Parks NOC - All Employees	5.63%	6,000	338	406	361
9220	Cemetery Operations & Drivers	6.59%	16,603	1,094	1,313	1,169
7711	Volunteer Firefighters & Drivers	49.9%	30,000	14,970	17,964	15,988
9402	Street Cleaning & Drivers	5.78%	17,000	983	1,180	1,050
7720V	Reserve Peace Officers & Drive	4.59%	4,866	223	268	239
8810V	Elected or Appointed Officials	0.31%	15,400	48	58	52
Totals:			933,859	44,773	53,730	47,821

Your IMWCA Discount for Workers' Compensation Coverage:

Longevity Credit:	\$ 0	0%
Loss Experience Credit:	\$ 0	0%
Large Premium Discount:	\$ 5,910	11%
Total Discount:	\$ 5,910	11%

Workers' Compensation Premium Calculation

Pure Premium:	\$ 44,773
Experience Modification Factor: X	1.20
Modified Premium:	\$ 53,730
IMWCA Discount Amount: -	\$ 5,910
Discounted Premium:	\$ 47,820
Net Premium:	\$ 47,821
Expense Constant: +	\$ 160
Total Premium:	\$ 47,981

Total Estimated Coverage Premium: \$ 47,981

This is not an invoice.

Workers Compensation Experience Rating Report

0851 - West Branch

Effective 7/1/2016

Member No	0851
Member Name	West Branch
Effective Date	7/1/2016

Policy Year 2014-2015

Actual Losses

Claim Number	Status	Claim Type	Reporting Code	Total Incurred	Actual Incurred	Primary Losses
2014025034	F	Volunteer Medical Only	WC	\$336.87	\$101.06	\$101.00
2015026314	F	Medical Only	WC	\$66.14	\$19.84	\$20.00
2015026436	F	Volunteer Medical Only	WC	\$405.94	\$121.78	\$122.00
Totals				\$ 808.95	\$ 242.68	\$ 243.00

Expected Losses

State	Class	Payroll	ELR	D Ratio	Expected Losses	Expected Primary Losses
IA	5506	\$75,007.00	3.39	.23	\$2,543.00	\$585.00
IA	7520	\$83,930.00	2.58	.33	\$2,165.00	\$714.00
IA	7580	\$18,878.00	1.33	.26	\$251.00	\$65.00
IA	7711	\$15,105.00	19.71	.24	\$2,977.00	\$714.00
IA	7720	\$162,065.00	1.95	.26	\$3,160.00	\$822.00
IA	7720V	\$4,866.00	1.95	.26	\$95.00	\$25.00
IA	8810	\$307,506.00	.15	.33	\$461.00	\$152.00
IA	8810V	\$6,520.00	.15	.33	\$10.00	\$3.00
IA	9102	\$45,270.00	2.68	.33	\$1,213.00	\$400.00
IA	9220	\$20,384.00	2.98	.30	\$607.00	\$182.00
IA	9402	\$13,910.00	2.46	.27	\$342.00	\$92.00
IA	MINPWC	\$0.00	.00	.00	\$0.00	\$0.00
Totals		\$ 753,441.00			\$ 13,824.00	\$ 3,754.00

Manual Contribution: \$ 32,489.00

Policy Year 2013-2014

Expected Losses

State	Class	Payroll	ELR	D Ratio	Expected Losses	Expected Primary Losses
IA	5506	\$27,586.38	3.39	.23	\$935.00	\$215.00
IA	7520	\$8,215.68	2.58	.33	\$212.00	\$70.00
IA	7580	\$2,381.55	1.33	.26	\$32.00	\$8.00
IA	7711	\$2,400.00	19.71	.24	\$473.00	\$114.00
IA	7720	\$34,506.33	1.95	.26	\$673.00	\$175.00
IA	7720V	\$240.00	1.95	.26	\$5.00	\$1.00
IA	8810	\$60,244.33	.15	.33	\$90.00	\$30.00
IA	8810V	\$975.00	.15	.33	\$1.00	\$0.00
IA	9102	\$9,485.67	2.68	.33	\$254.00	\$84.00
IA	9220	\$5,871.84	2.98	.30	\$175.00	\$53.00
IA	9402	\$1,006.55	2.46	.27	\$25.00	\$7.00
IA	MINPWC	\$0.00	.00	.00	\$0.00	\$0.00

State	Class	Payroll	ELR	D Ratio	Expected Losses	Expected Primary Losses
Totals		\$ 152,913.33			\$ 2,875.00	\$ 757.00

Manual Contribution: \$ 6,800.00

Experience Modifier

	Actual	Expected
Primary Losses	\$243.00	\$4,511.00
Excess Losses	\$0.00	\$12,188.00
Total Losses	\$243.00	\$16,699.00
Weighting Value	0.07	0.07
Ballast Value	26,500	26,500
Weighted Expected Excess	\$11,335.00	\$11,335.00
Ratable Excess	\$0.00	\$853.00
Total	\$38,078.00	\$43,199.00
Experience Modification	-	1.00

Experience Modifier Calculation

Actual Incurred Losses	A	\$ 243.00	Actual Excess Losses	E = (A - B)	\$ 0.00
Primary Actual Incurred Losses	B	\$ 243.00	Expected Excess Losses	F = (C - D)	\$ 12,188.00
Expected Losses	C	\$ 16,699.00	Weighting Value	G	0.07
Actual Incurred Losses	D	\$ 4,511.00	Ballast Value	H	26,500.00

Experience Modification
Formula

$$\frac{B + H + (E \times G) + (1 - G) \times F}{D + H + (F \times G) + (1 - G) \times F}$$

Experience Modification Formula With Values

$$\frac{243.00 + 26,500.00 + (0.00 \times 0.07) + (1 - 0.07) \times 12,188.00}{4,511.00 + 26,500.00 + (12,188.00 \times 0.07) + (1 - 0.07) \times 12,188.00}$$

Calculated Experience Modifier	0.88
Maximum Experience Modifier $1.10 + (0.00004)((C) + (2)(C) / (9.5))$	1.73
Minimum Experience Modifier (Experience modifier with no losses)	0.88
Final Experience Modifier	1.00

- Experience modifier set to 1.0 due to insufficient experience.
- Actual Incurred reflects a decrease of 70% on medical primary and excess losses per state rules.

