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City of Racine, Wisconsin
COMMON COUNCIL

AGENDA BRIEFING MEMORADUM (ABM)

COMMITTEE: Finance and Personnel Committee **LEGISLATION ITEM #:** 057-18

AGENDA DATE: February 12, 2018

DEPARTMENT: City Attorney's Office

Prepared By: City Attorney Scott R. Letteney

Reviewed By:

SUBJECT: Self-Insurance for Worker's Compensation Liability

EXECUTIVE SUMMARY: Every three years, Worker's-Compensation-self-insured municipalities are required to notify the Wisconsin Department of Workforce Development of their intent to continue to self-insure for Worker's Compensation purposes.

BACKGROUND & ANALYSIS: For many years, the City of Racine has covered employees' worker's compensation coverage by self-insuring. Cities and Villages Mutual Insurance Company provides administration services for the city. The city's worker's compensation program continues to be efficient and cost-effective.

BUDGETARY IMPACT: There is no additional budgetary effect. The worker's compensation program is provided for in the city's budget annually. The annual cost has been approximately \$1,400,000 each year or the last several years. For 2018, \$1,420,000 is budgeted.

OPTIONS/ALTERNATIVES: Fail to comply with the law and decline to recertify for the next three years.

28 **RECOMMENDED ACTION: Resolve to reauthorize worker's compensation self-insurance for 2019**
29 **through 2021.**

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31 **ATTACHMENT(S): None**