Regular Workshop – June 16, 2014
Agenda Item 7

Agenda Item:	Proposed Resolution 2014-22, Written Notice of Intent to Withdraw from Public Risk Management of Florida (PRM) Pool
Presenter:	Town Manager
Summary:	The Town purchases its health insurance and liability, auto and property (LAP) insurances through a risk management and self-insurance association called Public Risk Management of Florida (PRM). The Town wishes to test the market by seeking other quotes from other carriers. This resolution will allow us to timely withdraw from the PRM pool in the event the Town receives a better quote for health insurance and LAP insurance for FY15.
Attachments:	6-6-14 Memo, Finance Director to Manager; Proposed Resolution 2014-22.
Recommended Action:	Pending discussion, forward Resolution 2014-22 to the July 7, 2014, Regular Meeting for formal action.

MEMORANDUM

Date: June 6, 2014

TO: Dave Bullock, Town Manager

FROM: Sue Smith, Finance Director

SUBJECT: Proposed Resolution 2014-22, Written Notice of Intent to Withdraw from Public Risk Management of Florida (PRM) Pool

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The Town purchases its health insurance and liability, auto and property (LAP) insurances through a risk management and self-insurance association called Public Risk Management of Florida (PRM).

The Town has been a Preferred Member of PRM since 2000 for health insurance and since 1988 for LAP insurance.

The Town wishes to test the market by seeking other quotes from other carriers. The Town's current contracts for health insurance and LAP insurance with PRM renew on October 1, 2014. In order to withdraw from the PRM pool, the Town is required to provide forty-five (45) days prior written notice of its intent to withdraw to the PRM's Executive Director, accompanied by a resolution of the Town Commission. In order to actually withdraw, a written verification must be provided to PRM no later than ten (10) days prior to the beginning of the policy year.

Accordingly, this Resolution will allow the Town to timely and effectively withdraw from the PRM pool in the event the Town is able to obtain better quotes for health insurance and LAP insurance for FY15.

Attachment

RESOLUTION 2014-22

A RESOLUTION OF THE TOWN OF LONGBOAT KEY, FLORIDA, TO PROVIDE NOTICE OF INTENT TO WITHDRAW FROM THE INTERGOVERNMENTAL COOPERATIVE AGREEMENT WITH PUBLIC RISK MANAGEMENT OF FLORIDA; PROVIDING AN EFFECTIVE DATE.

WHEREAS, the Town of Longboat Key is a Preferred Member of a risk management and self-insurance association called Public Risk Management (PRM) of Florida; and

WHEREAS, PRM is a cooperative consortium voluntarily established by its members as provided for under Section 112.08, Florida Statutes (F.S.), for the purpose of providing health insurance to its members and their employees and to carry out and effect the agreed upon functions and purposes of the Intergovernmental Cooperative Agreement; and

WHEREAS, PRM is further a risk management and self-insurance association established pursuant to the terms of Sections 163.01, F.S., Florida Interlocal Cooperation Act of 1969, for the purpose of seeking the prevention or lessening of casualty and property losses to its members and injuries to persons or employees which might result in claims being made against its members; and

WHEREAS, the Town is interested in seeking competitive quotes for its health insurance, and liability, auto and property (LAP) insurances; and,

WHEREAS, the PRM Intergovernmental Cooperative Agreement and By-Laws require a member to provide written notice of its intent to withdraw to PRM, accompanied by a resolution from the member's governing body, at least forty-five (45) days prior to the beginning of the policy year for which the notice is applicable; and,

WHEREAS, the Town desires to have the ability to timely and effectively withdraw from the PRM Intergovernmental Cooperative Agreement subject to obtaining quotes for its health insurance and LAP insurances, which are more beneficial to the Town than what is available to the Town from PRM.

NOW, THEREFORE, be it resolved by the Town Commission of the Town of Longboat Key, Florida, that:

SECTION 1. The above recitals are true and correct and are hereby ratified and confirmed.

SECTION 2. The Town Commission hereby approves the issuance of written notice to PRM of the Town's intent to withdraw from the Intergovernmental Cooperative Agreement, in order for the Town to timely and effectively withdraw from said agreement, if it is ultimately deemed to be in the best interest of the Town to do so.

SECTION 3. This Resolution shall become effective immediately upon adoption.

Passed by the Town Commission of the Town of Longboat Key on the _____ day of _____, 2014.

_____
James L. Brown, Mayor

ATTEST:

_____
Trish Granger, Town Clerk

End of Agenda Item