

THE SCHOOL BOARD OF SARASOTA COUNTY, FLORIDA

FINANCIAL SERVICES DEPARTMENT

M_E_M_O_R_A_N_D_U_M

TO: Mitsi Corcoran, Chief Financial Officer
FROM: Lynn Peterson, Risk Manager
DATE: May 9, 2016
SUBJECT: Third Party Liability Claims Adjusting Services

BACKGROUND

The current agreement with Johns Eastern Company for Liability Claims Adjusting Services is a five (5) year rate guarantee from July 1, 2013 until June 30, 2018. On May 3, 2016, the Board approved a new contract with Johns Eastern for Workers' Compensation Claims Services through June 30, 2019. As part of negotiations of that agreement, Johns Eastern also agreed to extend the liability claims adjusting services contract through June 30, 2019 and reduce the general liability claim fees to match the auto liability claim fees. The previous contract fees were as follows:

Claim Period	Auto Liability Fee	General Liability Fee
2013-2014	\$927	\$1,044
2014-2015	\$927	\$1,044
2015-2016	\$952	\$1,071
2016-2017	\$977	\$1,099
2017-2018	\$1,002	\$1,128

CONTRACT ADDENDUM

The addendum to the Liability Claims Adjusting Services contract reduces the general liability claim fees by 11.1% each year beginning July 1, 2016 through June 30, 2018 and extends the contract for one additional year through June 30, 2019 at a 0% increase. The new contract fees for the remainder of the contract are as follows:

Claim Period	Auto Liability Fee	General Liability Fee
2016-2017	\$977	\$977
2017-2018	\$1,002	\$1,002
2018-2019	\$1,002	\$1,002

RECOMMENDATION

I recommend that the District accept the contract addendum with Johns Eastern for Liability Claims Adjusting Services.

If you have any questions or need additional information, please let me know.

Attachment (1)