

C O U N C I L   C O M M U N I C A T I O N

TO:        THE CITY COUNCIL  
FROM:      THE CITY MANAGER'S OFFICE

COUNCIL MEETING DATE  
SEPTEMBER 5, 1990

SUBJECT:   SELF-INSURED RETENTION WITH CALTIP

PREPARED BY:                      Assistant City Manager

RECOMMENDED ACTION:            Council approve a \$0 self-insured retention for insurance with CalTIP.

BACKGROUND INFORMATION:        When the City joined CalTIP on July 1, 1990, we put our application on a fast track and made application by telephone pending Council's approval. This was in order to save premium dollars on our purchased transit insurance.

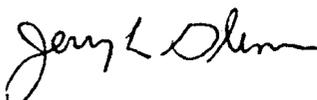
Due to a misunderstanding, we were granted membership *on* a fully insured basis with no deductible rather than a \$25,000 deductible.

One July 3, 1990 one of our Dial-A-Ride vehicles was involved in an accident and the driver cited. It now makes excellent sense to stay with the no deductible policy. CalTIP has advised us that our membership was granted on that basis and are not pushing us to change.

We were billed and have paid premium deposit for a \$0 self-insured retention.

In order to provide the proper audit trail, Council is requested to rescind Resolution 90-102 of June 20, 1990 and authorize membership in CalTIP at at \$0 self-insured retention

Respectfully submitted,



Jerry L. Glenn  
Assistant City Manager

JLG:br

Attachment

RESOLUTION NO. 90-143

=====

A RESOLUTION OF THE LODI CITY COUNCIL  
RESCINDING RESOLUTION NO. 90-102 - "A RESOLUTION OF THE CITY COUNCIL  
OF THE CITY OF LODI AUTHORIZING EXECUTION OF AMENDMENT NO. ONE, JOINT  
POWERS AGREEMENT CALIFORNIA TRANSIT SYSTEMS JOINT POWERS INSURANCE  
AUTHORITY" - AND APPROVING A \$0 SELF-INSURED RETENTION FOR INSURANCE  
WITH CALIFORNIA TRANSIT INSURANCE POOL.

=====

WHEREAS, the City of Lodi can achieve an approximate \$30,000 savings in transportation insurance premiums through membership in the California Transit Insurance Pool (CalTIP) with no deductible policy; and

WHEREAS, the City Council initially authorized a \$25,000 deductible; and

WHEREAS, circumstances dictate that a no deductible policy is in the best interests of the City;

NOW, THEREFORE, BE IT RESOLVED, that Resolution 90-102 - "A Resolution of the City Council of the City of Lodi Authorizing Execution of Amendment No. One, Joint Powers Agreement California Transit Systems Joint Powers Insurance Authority" - adopted June 20, 1990 is hereby rescinded; and

BE IT FURTHER RESOLVED, that the Lodi City Council hereby authorizes the City of Lodi's membership in CalTIP to be at a \$0 deductible; and

BE IT FURTHER RESOLVED, that Jerry L. Glenn, Assistant City Manager is hereby appointed Director, and Eric Whitaker, Administrative Assistant to the City Manager is hereby appointed as the Alternate Director of CalTIP.

Dated: September 5, 1990

=====

I hereby certify that Resolution No. 90-143 was passed and adopted by the Lodi City Council in a regular meeting held September 5, 1990 by the following vote:

- Ayes: Council Members -
- Noes: Council Members -
- Absent: Council Members -

Alice M. Reimche  
City Clerk