

Redwood Empire Municipal Insurance Fund

**City of Fort Bragg
August 24, 2015**

Redwood Empire Municipal Insurance Fund

City of Fort Bragg

- **Established 1976 (Public Entity)**
- **15 Members – 5 Counties**
- **7 founding members in 1976**
- **Self Insured (No Insurance)**
- **Liability, General/Auto**
- **Worker's Compensation**
- **Health Care**
- **Other Coverage Programs**

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Who are the REMIF members?

- Arcata
- Cloverdale*
- Cotati*
- Eureka
- Ft. Bragg
- Fortuna
- Healdsburg*
- Lakeport
- Rohnert Park*
- Sebastopol*
- Sonoma*
- St. Helena
- Ukiah*
- Willits
- Town of Windsor

* Founding 7 Members

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- **REMIF Joined California Joint Powers Risk Management Authority (Superpool)**
- **CJPRMA Established 1986 (Public Entity)**
- **122 Statewide Members**
- **Liability, General/Auto & Other Coverage Programs**

March, 1986 - TIME Magazine documents the insurance crisis in America

In California, many local governmental entities found that coverage was either priced out of their reach or completely unavailable. Insurance companies refused to write coverage for most public agencies and canceled those they had.

California enacted legislation to permit public entities to pool for insurance and risk management.



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● *Self Insured Health Care*

● Members have more plan options

● Premium Stabilization

● Wellness programs

● Funding based on Actuarial Study

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General/Auto Liability Program

- **REMIF Member Deductibles - \$5,000-\$25,000 Per Incident**
- **REMIF is Self Insured to \$500,000 Per Incident (Pooled Funds)**
- **CJPRMA - Self Insured \$500,000 to \$5,000,000 Per Incident (Pooled Funds)**
- **CJPRMA – Excess Insurance Coverage \$5 million to \$40,000,000 Per Incident**

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● *Worker's Compensation Program*

- Fort Bragg Deductible - \$5,000 Per Injury.
- REMIF is Self Insured to \$1,000,000 Per Injury (Pooled Funds)
- Purchase statutory (unlimited) Coverage Over \$1,000,000 Per Injury

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● *Funding Process (Premiums) for Liability/Worker's Compensation Programs*

■ Actuarial Study

- 75% Confidence Level for Premiums
- Additional \$1 million Cushion in Reserves
- Anything over these Reserve Levels goes
Back to Members as Refunds

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● **Total *Refunds* for All Members**

- **\$18,243,812 in the Past 17 Years in
Liability Refunds**
- **\$7,757,315
in the Past 17 Years
in Worker's
Compensation Refunds**



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● Fort Bragg *Refunds Since 1996*

- Liability –
\$ 734,025 or 33 % of Premiums
- Worker's Compensation
\$ 97,006 or 5 % of Premiums



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Other Coverages

- Property Insurance - \$300,000,000 Per Occurrence
- Boiler Machinery - \$22,500,000 per occurrence
- Auto Physical Damage - \$5,000,000 per occurrence
- Employee Dishonesty Bonds
- Earthquake/Flood (DIC) Coverage
- Pollution
- Cyber Coverage
- Subrogation

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Non-Casualty Coverages

- Self –Insured for Health Care
- Dental – Delta Dental
- Vision - VSP
- Life/Disability Insurance
- Employee Assistance Program (EAP)

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Services

■ Training

- Specific/Annual
- CAJPA/PARMA/CALPELRA
(Statewide Conferences)
- Assist in Finding Trainers
- Safety Training

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- ***Risk Transference Program for City Contracts***
- **Resource Providers**
 - Consortium for Preparation of Police manuals/training
 - Consortium for Personnel Advice/Training
 - Set up Pre-Employment Physical Standards
 - Set up DOT Drug/Alcohol Testing System

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● *Evolution of the program* ***Changes in the last 2 years***

- *Moving to all 15 members on the Board***
- *Self-Insured Health program***
- *Safety Consultant***
- *Cyber Coverage***