

LRB-RESEARCH AND ANALYSIS SECTION

FINANCE AND PERSONNEL COMMITTEE

ITEM 14a, FILE # 060343

JULY 10, 2006

MARK A. RAMION

File # 060343 is a substitute resolution authorizing an agreement with Wisconsin Physicians Service Insurance Corporation for run out of subrogation recovery services.

Background

1. This resolution will authorize an agreement with Wisconsin Physicians Service Insurance Corporation (WPS) for run out of subrogation recovery services through December 31, 2005
2. WPS is longer the third party administrator for the Basic Plan after December 31, 2005. Claims incurred in 2005, prior to January 1, 2006 and requiring subrogation will be serviced by WPS.

Discussion

1. The agreement approved in this resolution has been reviewed and approved by the City Attorney.
2. The subrogation claims involve claims against third parties and/or plan participants that include, but are not limited to, worker's compensation and coordination of benefits relating to first party automobile coverage.
3. This agreement shall end when the subrogation claims opened prior to January 1, 2006 are resolved or upon mutual agreement between the City and WPS.

Fiscal Effect

There is no fiscal effect related to the approval of this agreement as WPS recovers its costs as the subrogation claims are settled. The City may recover funds from claims paid that are returned through the subrogation process.

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LRB-Fiscal Review Section
July 5, 2006

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