

RESOLUTION NO.: R-2004-044

*Authorizing extension of Contract for Third Party Administration for Tort Liability
with Companion Third Party Administrative Services, LLC*

WHEREAS, by Resolution R-2002-058, approved September 11, 2002, the City entered into a Contract for Third Party Administration of Tort Liability with Companion Third Party Administrative Services, LLC for a period of two years commencing September 15, 2002; and,

WHEREAS, the City and Companion have agreed to extend the contract through June 30, 2005; NOW, THEREFORE

BE IT RESOLVED by the Mayor and City Council this 18th day of August, 2004, that the City Manager is authorized to execute the attached Extension of Contract for Third Party Administration for Tort Liability Claims, to run through June 30, 2005, calculated on a pro-rata basis at the rate of Forty-nine Thousand Four Hundred Eighty (\$49,480.00) Dollars, with a per claim fee of One Hundred Fifty and No/100 (\$150.00) Dollars per claim in excess of three hundred ninety-six (396) claims.

Requested by:

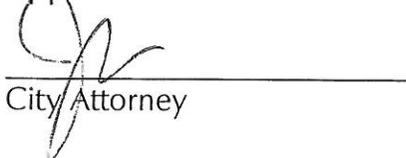


Mayor

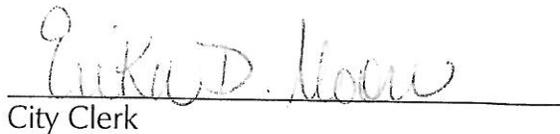
Approved by:


City Manager

Approved as to form:


City Attorney

ATTEST:


City Clerk

Introduced: 8/18/2004

Final Reading: 8/18/2004

ORIGINAL
STAMPED IN RED



Companion Property & Casualty Group

Companion Property & Casualty
Insurance Company

Companion Commercial
Insurance Company

August 6, 2004

Ms. Dana Thye, Assistant City Attorney
City of Columbia
P.O. Box 667
Columbia, SC 29202

Ref: Extension of TPA Agreement for Tort Liability Claims

Dear Dana,

Pursuant to our conversation earlier this week, Companion TPA is agreeable to extending the current third party claims administration agreement for your self-insured tort liability claims from September 15, 2004 to June 30, 2005 (a period of 9.5 months) on a pro-rata basis of the current agreement.

The current Agreement provides for a annual fee of \$62,500 based on 500 claims annually. An additional charge of \$150 is applied to each claim above the 500 claims.

Under the extension you requested, we propose the following:

Extension Fee: \$49,480 (\$62,500 / 12 months x 9.5 months)

Claims Basis: 396 claims (500 claims / 12 months x 9.5 months)

In other words, Companion TPA agrees to extend the current agreement as described above for a fee of \$49,480 based on 396 claims during the extension period. An additional charge of \$150 will be applied for each claim above the 396 claims during the extension period. All other terms of the current agreement will remain "as is".

If this is agreeable with you, please sign below to acknowledge your agreement with these extension terms and return a copy of this letter to us.

If you have any questions, please let me know.

With warm regards,

Kevin M. Elmore, CPCU, AR
Director, Companion Third Party Administrators, LLC



Agreed:

For the City of Columbia

