# Lompoc City Council Agenda Item

**City Council Meeting Date: May 16, 2006**

**TO:** Gary P. Keefe, City Administrator

**FROM:** William j. Yanonis, Human Resources Director
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**SUBJECT:** CHANGE IN CALIFORNIA PUBLIC ENTITY INSURANCE AUTHORITY ("CPEIA") TO COUNTY SUPERVISOR'S ASSOCIATION OF CALIFORNIA - EXCESS INSURANCE AUTHORITY ("CSAC - EIA").

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## RECOMMENDATION:

That City Council adopt resolution No. 5336 (06) (Attached) approving the amended Joint Powers Agreement creating the CSAC - Excess Insurance Authority.

## DISCUSSION:

Currently, for the purpose of obtaining excess liability and workers compensation coverage, the City is a member of CPEIA. CPEIA is restructuring its governance and membership and, as a result, will merge into and become part of CSAC-EIA. CSAC is the parent organization that created CPEIA in order to allow municipalities to participate in CSAC's insurance pool.

As a result of this restructuring, non-county public entities (municipalities, water districts, etc.,) will be able to join CSAC - EIA and become involved in its governance, i.e., have an opportunity to participate on its Board of Directors and Executive Committee.

Beyond the new voting rights for non-county members, the new structure will not impact the operational aspects of the programs. Funds will continue to be co-mingled fully between all participating entities. The rating formula and dividend & assessment provisions will be the same.

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William j. Yanonis, HR Director


**APPROVED FOR SUBMITTAL TO CITY COUNCIL:**

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Gary P. Keefe, City Administrator