



City Council

Agenda Item

Subject: Approval of the Workers Compensation Insurance Policy renewal for 2025 and authorization for the Chief Financial Officer to issue a special check for payment of the premium.

Meeting: City Council - Jan 21 2025

From: Kristen Bobzien, Interim City Manager/Chief Financial Officer

BACKGROUND INFORMATION:

The current policy renewal is an overall increase of \$49,437 from the 2024 renewal. The City received a renewal credit of 19%, a size discount of 7.7%, and a loss control credit of 9%. This increase in premium is due to an increase in all claims with large claims affecting our experience modifier and renewal credit.

FINANCIAL CONSIDERATIONS:

The premium to be paid by the City of Watertown is \$323,811.00. Municipal Utilities will pay their share of \$86,695.00. Municipal Utilities has reviewed and approved their portion.

STAFF RECOMMENDATION / SUGGESTED MOTION:

I move to approve the renewal of the Workers Compensation Insurance Policy for 2025 and request authorization for the Chief Financial Officer to issue a special check for payment of the premium.

ATTACHMENT(S):

[Work Comp 2025 Renewal Billing](#)



Member # 4

Member: Watertown, City of
Kristen Bobzien, Finance Officer
PO Box 910
Watertown, SD 57201

Coverage Inception Date: January 1, 2025

Common Renewal Date: January 1

Workers' Compensation Coverage: Statutory coverage applies to the Workers' Compensation Law of the states of South Dakota.

Employers Liability Coverage: \$2,000,000 Combined Single Limit

This document provides coverage under SDCL Chapter 62, and follows the attached Intergovernmental Contract and Coverage Document, as well as the By-Laws of the SDML Workers' Compensation Fund.

The Fund shall pay claims up to the stated loss fund limit for which the above stated member is liable pursuant to South Dakota Codified Law.

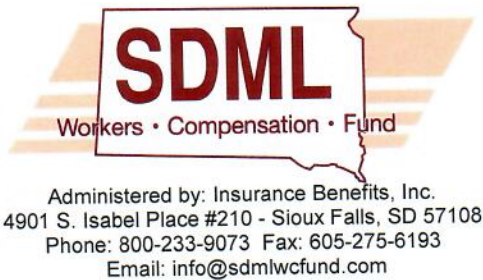
The contribution for this coverage will be determined by the Fund's rates, classifications, experience modifications, and credit discounts.

All estimated payrolls are subject to audit at the end of the coverage term.

Contribution Breakdown on Next Page

Date: 11/12/2024

Signature Brad Wilson



Watertown, City of 2025 Renewal Billing

Member #: 4

Member: Watertown, City of
Address: Kristen Bobzien, Finance Officer
PO Box 910
Watertown, SD 57201

Invoice #: 24454
Inv Date: 11/12/2024
Billing Period: 1/1/2025
Thru: 1/1/2026

Code	Description	# Empl	Payroll	Rate	Contribution
0106	Tree Pruning, Spraying - incl Mtn Pine Beetle Project	4	192,999	26.39	50,932
3724	Traffic Signals	1	53,485	6.76	3,616
5506	Street & Road Const Incl Snow Removal/Cleaning	18	621,754	6.65	41,347
5606	Highway/Street Superintendent	1	90,862	2.99	2,717
6217	Grading (Landfill)	6	301,763	7.42	22,391
6319	Gas Mains (Incl. Drivers)	13	973,779	4.85	47,228
7370	Paid Ambulance Services/ EMT's	34	2,157,059	5.55	119,717
7370e	Volunteers under 18 years old	0	0	21.00	0
7382	Bus Company	1	207	4.94	10
7403	Airport Operations	6	312,463	3.39	10,592
7502	Gas Company	6	338,077	2.54	8,587
7520	Waterworks	8	543,951	3.67	19,963
7538	Electrical Underground & Trenching	13	1,057,225	5.07	53,601
7539	Electric Power	3	256,492	2.86	7,336
7580	Sewage Disposal	14	616,746	2.99	18,441
7590	Garbage Workers - Recycling Centers	1	75,536	4.89	3,694
7704	Paid Firefighters	9	539,265	8.23	44,382
7720	Law Enforcement	41	2,677,832	3.41	91,314
7720a	Reserve Police	3	0	77.00	231
8227	Contractors Perm. Yard/Warehouse	3	137,277	6.33	8,690
8380	Auto Service & Repair/Hwy Shop	2	80,976	3.54	2,867
8601	Consulting Engineer	10	574,020	0.72	4,133
8810	Clerical Incl. Board Members	141	5,679,102	0.39	22,148
8810a	Volunteer Board Members/Clerical/Librarians	70	0	10.00	700
8820	Attorney	0	0	0.28	0
8831	Animal Control/Vet/Hospital	1	56,232	2.48	1,395
8868	College/Schools Professionals	1	86,925	0.48	417
9015	Buildings NOC Incl. Custodial	30	207,521	4.88	10,127
9015a	Miscellaneous Volunteers	15	0	10.00	150
9016	Amusement Park & Exhibitions	6	123,535	2.95	3,644
9060	Country Club, Golf, Fishing, Etc.	10	43,362	1.81	785
9063	Recreation Center - All Emp.	160	740,380	1.39	10,291
9063a	Recreation Volunteers (Incl Coaches, Referees, Maintainenc	140	0	10.00	1,400
9102	Parks NOC (Incl. Lifeguards)	175	2,243,369	3.91	87,716
9220	Cemetery Operations	9	165,557	4.24	7,020
9402	Sewer Cleaning/Mosquito Spraying/Misc	1	11,578	5.14	595

Code	Description	# Empl	Payroll	Rate	Contribution
9403	Garbage or Refuse Collection	4	101,263	8.61	8,719
9404	Automated Garbage Service	10	339,187	7.12	24,150
9410	Municipal/County Employees (Outside office)	7	161,018	2.83	4,557
Totals:		977	\$21,560,797		\$745,603

Due Date: January 1, 2025
 Make Checks Payable to:
 SDML Workers' Compensation Fund
 208 Island Drive
 Ft. Pierre, SD 57532

Subtotal	\$745,603
Fund Modifier	0.890
Modified Contribution	\$663,587
Size Discount	7.70% - \$51,096
Contribution - Size Discount	\$612,491
Renewal Credit	19.00% - \$116,373
Return on Equity	- \$45,012
Loss Control Credit	9.00% - \$40,600
Total Due	\$410,506

Copy A - Return with payment



Administered by: Insurance Benefits, Inc.
 4901 S. Isabel Place #210 - Sioux Falls, SD 57108
 Phone: 800-233-9073 Fax: 605-275-6193
 Email: info@sdmlwcfund.com

Watertown, City of 2025 Renewal Billing

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Copy B - Keep for your records