

August 3, 2015

City of West Allis Attn: Rebecca Grill 7525 W. Greenfield Avenue West Allis, WI 53214

RE: Third Party Administrative Services Agreement Amendment

Dear Rebecca:

We have done a review of the Workers' Compensation Self Insured Program and are amending item II of the agreement to document and update the minimum and maximum charges for the services provided by Citles and Villages Mutual Insurance Company (CMVIC). This letter will serve as an amendment to the Third Party Administrative Service Agreement between CVMIC and City of West Allis effective 1/1/2006 and amends the August 29, 2012 letter stating financial changes to the original agreement.

Item II, titled "Financial Terms" shall be amended as follows:

II. FINANCIAL TERMS

CVMIC will charge as follows: \$625 per indemnity claim and \$92 per medical-only claim, regardless of the length of time it takes for the claim to be completed. Incident reports will be charged at \$23 per file. CVMIC guarantees these rates for 2016, 2017 and 2018. Moreover, we guarantee that the rate will not increase by more than 7.5% per year thereafter unless amended in writing. A minimum charge of \$11,800 and a maximum charge of \$23,500 will protect the City from costs higher than expected in any given year.

This agreement is on a "per claimant" basis. Any accident or occurrence resulting in ten or more injured employees shall be capped at that level. Indemnity claims are defined as all "other than" medical-only claims and incident reports. This Agreement excludes allocated expenses which are outlined in Section V, Conditions of the Agreement.

This amendment has not increased the minimum or maximum charges that were in place for 2009-2015. This change will be effective January 1, 2016 and will be reflected in future invoices. The actual claims processed per rate defined above will be reviewed annually and any services provided above the minimum will be invoiced separately upon completion of the previous year's compilation of claims which is typically after June 30th.

Signatures of both parties to the agreement shows understanding of the terms listed above and will complete the records of each party.

Michelle Voskuil

Michelle Voskuil, Finance Manager
CITIES AND VILLAGES MUTUAL INSURANCE COMPANY

Rebecca Grill, City Administrator

CITY OF WEST ALLIS