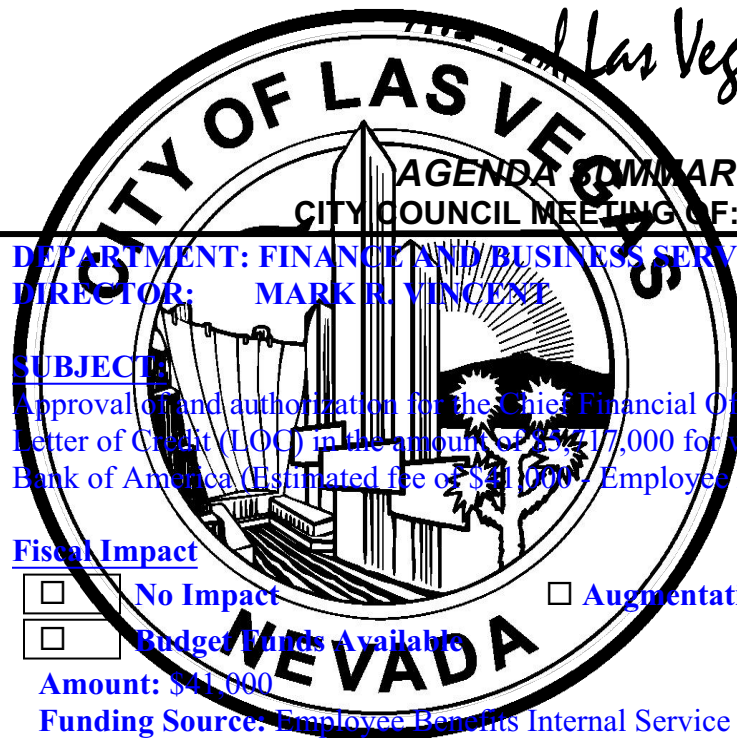




Las Vegas

Agenda Item No.: **16.**

AGENDA SUMMARY PAGE
CITY COUNCIL MEETING OF: APRIL 21, 2010

DEPARTMENT: FINANCE AND BUSINESS SERVICES

DIRECTOR: MARK R. VINCENT

☒ **Consent** ☐ **Discussion**

SUBJECT:

Approval of and authorization for the Chief Financial Officer to execute the City's required Letter of Credit (LOC) in the amount of \$5,717,000 for workers compensations claims with Bank of America (Estimated fee of \$41,000 - Employee Benefits Internal Service Fund)

Fiscal Impact

☐

No Impact

☐ **Augmentation Required**

☐

Budget Funds Available

Amount: \$41,000

Funding Source: Employee Benefits Internal Service Fund

Dept./Division: Human Resources

PURPOSE/BACKGROUND:

NRS 616B.300(2) requires that a "self-insured employer must, in addition to establishing financial ability to pay workers compensation claims, deposit with the commission a bond executed by the employer as principal, payable to the State of Nevada." The City recently went out to bid for the required LOC, with Bank of America submitting the lowest bid. The amount of the LOC (\$5,717,000) is in compliance with the amount required by the Office of the Commissioner of Insurance.

RECOMMENDATION:

Staff recommends approval of and authorization for the Chief Financial Officer to execute the City's required Letter of Credit (LOC).

BACKUP DOCUMENTATION:

1. Application and Agreement for Standby Letter of Credit from Bank of America
2. Bank of America Supplemental Terms

Motion made by GARY REESE to Approve Items 13-31, 34-50 and 52-59

Passed For: 6; Against: 0; Abstain: 0; Did Not Vote: 0; Excused: 1

RICKI Y. BARLOW, LOIS TARKANIAN, STEVE WOLFSON, OSCAR B. GOODMAN,
GARY REESE, STAVROS S. ANTHONY; (Against-None); (Abstain-None); (Did Not Vote-None); (Excused-STEVEN D. ROSS)