



Children's Services Council of Broward County Monthly Meeting
6600 W. Commercial Blvd., Lauderhill, FL 33319 (with Zoom access)

Thursday, September 26, 2024
4:00 p.m.

MEETING ADDENDUM AGENDA

V. General Consent Agenda

Jeffrey S. Wood, *Chair*

- p. Approve Insurance Renewals for Property Insurance and Worker's Compensation (Attch)
- q. Approve Letter of Agreement (LOA) with the Agency for Health Care Administration (AHCA) on Behalf of Henderson Behavioral Health (Attch)

Please complete this form <https://bit.ly/3nbSwe9> for ASL interpreter requests. For all other requests for special accommodations, please reach out to Shae Williams at (954) 377-1667 or shwilliams@cscbroward.org at least one week in advance so that proper arrangements can be made.

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Issue:	Insurance Renewals for FY 24/25
Action:	Approve Insurance Renewals for Philadelphia Indemnity Insurance Company and MEMIC Indemnity Company for Property insurance and Worker's Compensation, respectively, for FY 24/25
Budget Impact:	\$32,833 of \$32,833 Available in Insurance for FY 24/25 <u>\$10,500</u> of \$73,500 Available in Consulting for FY24/25 \$43,333 Total Property \$18,000 of \$197,347 available in Staff Benefits for FY 24/25

Background: For the past seven years, Marsh McLennan Agency (MMA) has been the Council's risk management broker and provides all the quotes and manages the various risk prevention policies. As MMA was compiling the various insurance policies for the FY 24/25 renewal, at the very last minute, Nova Casualty/Charity First declined to renew the property insurance policy. They informed MMA that they were no longer going to underwrite any policies in Broward County. This was not a result of anything that CSC had done. Additionally, staff requested MMA to find a better Workers Compensation vendor as the current company did not properly manage CSC claims to the staff's satisfaction. Thus, there was insufficient information regarding these insurance policies by the time the September packet had to be completed for timely distribution.

Current Status: MMA quickly found the best options for the Council just in time to bind as of October 1st so as not to create a lapse in coverage. Since Nova Casualty/Charity First had underwritten the Council's property and general liability policies for several years, we were "grandfathered" into their property insurance program. CSC was paying a property rate of \$.12 cents which was by far the lowest property rate that MMA had seen in the past couple of years. For context, brand new buildings in Broward County averaged \$.50-\$.75 cents, and buildings that are 10-20 years old average about \$.85-\$1.25, depending on characteristics.

Consequently, MMA was able to obtain a competitive bid at the current average rates from Philadelphia Indemnity Insurance Company for both the property and general liability policies. The annual property insurance premium **significantly** increased from \$8,752 to \$38,016 which is a 335% increase. However, the Philadelphia quote for the general liability insurance premium (which was included in the FY24/25 Purchases) slightly decreased from last year by 10%. With this significant increase in the property insurance premium, staff does not have enough budget allocated for insurance and is recommending a budget amendment to move the \$10,500 budget variance from Consultants to cover this deficit.

For the Worker's Compensation premium, staff did not like the way AmTrust managed staff claims and asked MMA to try to find a different vendor to provide these services. After seeking several quotes, they were able to secure MEMIC Indemnity Company, a company with an excellent rating, to cover the Council. Since these rates are set by the State, therefore there was not much difference in the premium. The estimated overall budget for Worker's Comp is \$18,000 and is built into the staff benefits budget.

Recommended Action: Approve Insurance Renewals for Philadelphia Indemnity Insurance Company and MEMIC Indemnity Company for Property insurance and Worker's Compensation, respectively, for FY 24/25

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System Goal	3 Provide leadership and resources to attract and maximize additional resources at the local, state and federal level.
Objective:	941 Identify and pursue leveraged funds opportunities as they become available to maximize available funding and services for children and families.
Issue:	Opportunity to Leverage State Low Income Pool (LIP) Funding to allow expansion of services.
Action:	Approve LOA with the Agency for Health Care Administration (AHCA) on behalf of Henderson Behavioral Health.
Budget Impact:	No Impact

Background: In State Fiscal Year 2018/19, the State of Florida expanded access to the Federal Low-Income Pool (LIP) funds to include coverage for health care costs, including mental health services, for which compensation is not available from other payors. Under the current LIP program, the State does not provide any general revenue as matching funds and requires all match to come from local governmental entities. The Council has been the Leverage Entity for the Henderson Behavioral Center's LIP Agreement with the State of Florida Agency for Health Care Administration (AHCA) since FY19/20. In FY 23/24, the CSC paid AHCA \$115,821 of CSC's contract with Henderson for Multi-Systemic Therapy Services (MST), which AHCA in turn paid to Henderson along with the Federal LIP matching funds of \$275,502.

Current Status: For FY 24/25 Henderson has requested that we expand this partnership to include all four contracts CSC has with Henderson. As in previous agreements, there will be no additional costs to CSC. Henderson will continue to provide services as outlined in their ongoing contracts, but CSC will pay AHCA \$800,000 for Henderson's services rendered through all four of their contracts from October 2024 through February 2025. The State is still determining how much funding they will have available for LIP and the required match rate for this year, but based on prior years, it will likely be 42% match. The State requires this agreement be signed by October 1st.

Recommended Action: Approve LOA with the Agency for Health Care Administration (AHCA) on behalf of Henderson Behavioral Health.