



CITY OF MARSHALL AGENDA ITEM REPORT

Meeting Date:	Tuesday, September 13, 2022																																											
Category:	CONSENT AGENDA																																											
Type:	ACTION																																											
Subject:	Consider renewal of the MMUA service agreement for safety program services																																											
Background Information:	<p>The City has partnered with the Minnesota Municipal Utilities Association (MMUA) to provide safety programming services for 22 years, since 2000.</p> <p>Attached for your consideration is a renewal agreement to continue these safety programming services. Marshall is currently a Tier 2 community, receiving 2 service days of safety programming per month. The renewal term is October 1, 2022 – September 30, 2023. The renewal cost is \$26,019.00.</p> <p>The costs for program services are allocated across the General Fund, Wastewater, Library, Red Baron Arena & Expo, MERIT Center, and Tall Grass Liquor funds.</p> <p><u>Cost history:</u> The renewal increase is higher than in prior years. MMUA staff, with oversight from their Board of Directors, has recently performed a comprehensive evaluation of their programs and services, including the safety management program. The incremental pricing increases in prior years are no longer sufficient in attracting and retaining qualified staff and is no longer maintaining pace with the operational costs for safety services. MMUA has held several informational meetings to introduce aspects of their new strategic plan and the redesigned safety programs. The redesign will offer us the same core safety compliance programs that we rely on to meet OSHA standards. In addition, MMUA will now be able to offer communities opportunities to receive training on additional safety topics, as well as more in-depth technical training on a variety of topics for an additional fee.</p> <table border="1" style="width: 100%; border-collapse: collapse; margin: 10px 0;"> <thead> <tr> <th style="width: 33%;">Contract Year</th> <th style="width: 33%;">Annual cost</th> <th style="width: 33%;">\$ inc from prior year</th> </tr> </thead> <tbody> <tr> <td>2021-2022 (current)</td> <td>\$20,850</td> <td>\$350</td> </tr> <tr> <td>2020-2021</td> <td>\$20,500</td> <td>\$150</td> </tr> <tr> <td>2019-2020</td> <td>\$20,350</td> <td>\$650</td> </tr> <tr> <td>2018-2019</td> <td>\$19,700</td> <td>\$850</td> </tr> <tr> <td>2017-2018</td> <td>\$18,850</td> <td>\$350</td> </tr> <tr> <td>2016-2017</td> <td>\$18,500</td> <td></td> </tr> </tbody> </table> <p><u>Experience Modifier Rating history:</u></p> <p>The following is a history of our mod rating. A mod rating of 1.0 is considered to be the industry average. Our goal is to maintain a mod rating of 1.0 or lower.</p> <table border="1" style="width: 100%; border-collapse: collapse; margin: 10px 0;"> <thead> <tr> <th style="width: 12.5%;">Year</th> <th style="width: 12.5%;">2016</th> <th style="width: 12.5%;">2017</th> <th style="width: 12.5%;">2018</th> <th style="width: 12.5%;">2019</th> <th style="width: 12.5%;">2020</th> <th style="width: 12.5%;">2021</th> <th style="width: 12.5%;">2022</th> </tr> </thead> <tbody> <tr> <td>Mod Rating</td> <td>1.01</td> <td>0.81</td> <td>0.67</td> <td>0.68</td> <td>0.63</td> <td>0.60</td> <td>0.76</td> </tr> </tbody> </table>							Contract Year	Annual cost	\$ inc from prior year	2021-2022 (current)	\$20,850	\$350	2020-2021	\$20,500	\$150	2019-2020	\$20,350	\$650	2018-2019	\$19,700	\$850	2017-2018	\$18,850	\$350	2016-2017	\$18,500		Year	2016	2017	2018	2019	2020	2021	2022	Mod Rating	1.01	0.81	0.67	0.68	0.63	0.60	0.76
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	<p>The City Safety Committee partners with the MMUA Safety Consultant to provide and respond to the needs of the City in an effort to maintain a low mod rating. Our Safety Committee meets monthly with the Consultant to review employee incidents/accidents, review OSHA required written safety plans, and develop a safety curriculum that is compliant with OSHA and is adaptive to the City’s training needs.</p> <p>Staff recommend approval of the renewal at our current program level—Tier 2, with 2 service days per month.</p>
Fiscal Impact:	Increase of \$5,169
Alternative/ Variations:	None recommended.
Recommendations:	to approve renewal of the service agreement with MMUA for 2022-2023