

Budget Impact : Legacy Claims

	Units	Rate/Unit	Year 1	Year 2	Year 3	Total
BENEFITS						
Cost Avoidance	Medical Management (1)	10 % 15,10,10 % year	450,000	832,574	1,177,037	\$2,459,611
Tangible Benefit	Claim Reduction(2)		675,000	1,056,108	1,400,571	\$3,131,679
	FTE Funds & Time Redeployment(3)	2.5 FTE	211,268	211,268	211,268	\$633,804
	State Reporting Compliance / No Fines	1 year	3,500	3,500	3,500	\$10,500
	Fed Reporting Compliance Contract Elimination	1 year	10,000	10,000	10,000	\$30,000
	RMIS License Fee	1 year	43,900	43,900	43,900	\$131,700
Intangible Benefit	Subrogation Recovery	1 year	50,000	50,000	50,000	\$150,000
	Loss Control / Prevention / Training					
	Transparency / No Conflicts					
	Access to Data					
	Increased Employee Customer Service					
Benefits Total			1,443,668	2,207,350	2,896,276	\$ 6,547,294
LEGACY CLAIMS						
			(1,785,000)	(1,785,000)	(1,530,000)	\$ (5,100,000)
COSTS						
Installation	Contract Fee(4)	1 year	(295,000)	(295,000)	(295,000)	\$885,000
Costs Total			295,000	295,000	295,000	\$ 885,000
NET BUDGET IMPACT			-636,332	127,350	1,071,276	\$562,294

(1) Gallagher Basset Audit, 2012

(2) County Mutual Presentation, 2014

(3) Positions in Risk = \$175,128, 40 / Week Payroll Time Redeployment = \$36,140

(4) County Mutual Proposal