


# OAKLAND CITY COUNCIL

  
City Attorney

RESOLUTION No. \_\_\_\_\_ C.M.S.

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**RESOLUTION AUTHORIZING THE CITY ADMINISTRATOR TO EXTEND THE PROFESSIONAL SERVICES AGREEMENT WITH JT2 INTEGRATED RESOURCES TO CONTINUE PROVISION OF WORKERS' COMPENSATION ADMINISTRATION SERVICES FOR THE PERIOD OF MARCH 1, 2021, THROUGH JUNE 30, 2023, IN AN AMOUNT OF \$885,189.01 FOR CONTRACT YEAR 2021 AND AN AMOUNT OF \$2,655,567.03 FOR CONTRACT YEAR 2021-22 AND AN AMOUNT OF \$2,655,567.03 FOR CONTRACT YEAR 2022-23 FOR A TOTAL AMOUNT OVER THE TEN-YEAR TERM OF THE CONTRACT OF \$21,376,664.60.**

**WHEREAS**, the City Council desires workers' compensation third party claims administration services; and

**WHEREAS**, the City Council authorized the awarding of the third-party claims administration services contract to JT2 Integrated Resources ("JT2") in Resolution No. 84805 C.M.S., dated March 1, 2016; and

**WHEREAS**, the City Council authorized the extension of the third-party claims administration services contract to JT2 on three separate occasions (Resolutions No. 86020, 86590, 87571 C.M.S.), with a current ending date of February 28, 2021; and

**WHEREAS**, the City Council desired that the contract for services include performance measures for meeting goals specified in the contract to qualify for ongoing renewal of the contract within the specified terms of the contract; and

**WHEREAS**, the agreement provides for the performance of the services JT2 will be paid a contract fee and contract renewal is based on acceptable performance as determined by an independent audit; and

**WHEREAS**, the City Council resolved that during the term of extension agreement, annual performance audits would be performed by an independent auditor; and

**WHEREAS**, with Council approval, the City may exercise options to extend the term of the agreement; and

**WHEREAS**, most services will be charged under the claims administration fees, but the contract amount also includes other specialized professional services provided on an as-needed basis and may not be charged to the full extent of the allocation; and

**WHEREAS**, these specialized professional services include, but are not limited to, Bill Review Services, FEHA/Disability Management Services, and Loss Control Services; and

**WHEREAS**, the City Council finds that this contract is for services of a professional and temporary nature, and shall not result in the loss of employment or salary by any person having permanent status in the competitive service; now, therefore be it

**RESOLVED:** That a contract extension is awarded to JT2 Integrated Resources to provide Workers' Compensation Third Party Administration services for the period of March 1, 2021 through June 30, 2023 in an amount of \$885,189.01 for Contract year 2021 and an amount of \$2,655,567.03 for contract year 2021-2022 and an amount of \$2,655,567.03 for contract year 2022-2023 for a total amount over the ten-year term of the contract of \$21,376,664.60; and be it

**FURTHER RESOLVED:** That during the term of this agreement, Fiscal Year-end performance audits will be performed by an independent auditor; and be it

**FURTHER RESOLVED:** That during the term of this agreement, comprehensive case reviews of all open claims will be conducted by representatives of Public Risk Innovation, Solutions, and Management (formally CSAC-EIA), City, and JT2; and be it

**FURTHER RESOLVED:** That funding for these contract services is contained in the FY21-22 Baseline Budget and the FY22-23 Baseline Budget in the Workers' Compensation Insurance Claims Fund (1150); and be it

**FURTHER RESOLVED:** That the City Administrator is authorized to complete all negotiations and execute all contracts, amendments, modifications, and extensions consistent with this resolution and its basic purposes.

IN COUNCIL, OAKLAND, CALIFORNIA,

PASSED BY THE FOLLOWING VOTE:

AYES - FIFE, GALLO, KALB, KAPLAN, REID, TAYLOR, THAO AND  
PRESIDENT FORTUNATO BAS

NOES –

ABSENT –

ABSTENTION –

ATTEST: \_\_\_\_\_

ASHA REED  
Acting City Clerk and Clerk of the Council of  
the City of Oakland, California