Resolution modified per Finance and Management Committee on January 14, 2014.

FILED OFFICE OF THE CIT + CLEPP OFFLAND

## 2014 JAN 16 AM 10: 05 OAKLAND CITY COUNCIL

Approved as to Form and Legality



RESOLUTION NO.\_\_\_\_ C.M.S.

Introduced by Councilmember

**RESOLUTION AWARDING A CONTRACT TO JT2 INTEGRATED RESOURCES FOR THE PROVISION OF WORKERS' COMPENSATION** ADMINISTRATION SERVICES FOR A CONTRACT AMOUNT OF \$2,477,278.82 FOR CONTRACT YEARS 2013-14 AND A CONTRACT AMOUNT OF \$2,477,278.82 CONTRACT YEAR 2014-15 AND WITH COUNCIL APPROVAL, OPTIONS TO EXTEND THE AGREEMENT FOR THREE ADDITIONAL TWO-YEAR TERMS FOR A TOTAL CONTRACT AMOUNT OF \$2,477,278.82 FOR CONTRACT YEAR 2015-16, \$2,511,538.40 FOR CONTRACT YEAR 2016-17, \$2,546,483.16 FOR CONTRACT YEAR 2017-18, \$2,582,126.83 FOR CONTRACT YEAR 2018-19, \$2,618,483.36 FOR CONTRACT YEAR 2019-20, \$2,655,567.03 FOR CONTRACT YEAR 2020-21.

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

WHEREAS, after engaging in an RFP process, the City determined that JT2 Integrated Resources provided the most efficient and effective option for the provision of workers' compensation third party claims administration services, and

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

WHEREAS, the agreement provides that for the performance of the services JT2 Integrated Resources will be paid a contract fee and contract renewal 15 based on acceptable performance as determined by an independent audit, and

WHEREAS, pursuant to the City Council's motion authorizing the agreement with JT2 Integrated Resources, the agreement provides that the term thereof shall be two years, and

WHEREAS, with Council approval, the City may exercise up to three options to extend the term of the agreement for an additional two years, 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 Interactive Process Services, and Loss Control Services, and

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WHEREAS, the City Council finds that this contract is for services of a professional nature, and

WHEREAS, the City Council finds that services under this contract will be temporary, and

WHEREAS, the City Council finds that this contract 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 is awarded to JT2 Integrated Resources to provide Workers' Compensation Third Party Administration services for a contract amount of \$2,477,278 82 For Contract Year 2013-14 and for a contract amount of \$2,477,278 82 for Contract Year 2013-14 and for a contract amount of Contract-Year 2014-15, and be it

**FURTHER RESOLVED** That upon acceptable performance as determined by an independent audit and with Council approval, the City Administrator is authorized to extend the term of the contract for three (3) additional two-year terms for a total contract amount of \$2,477,278 82 for Contract Year 2015-16, \$2,511,538 40 for Contract Year 2016-17, \$2,546,483 16 for Contract Year 2017-18, \$2,582,126 83 for Contract Year 2018-19, \$2,618,483 36 for Contract Year 2019-20, \$2,655,567 03 for Contract Year 2020-21, and be it

**FURTHER RESOLVED:** That funding for these contract services is contained in the FY 2013-15 Proposed Policy Budget m the Workers' Compensation 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

ÎN COUNCIL, OAKLAND, CALIFORNIA, \_\_\_\_\_\_, 20\_\_\_\_\_, 20\_\_\_\_\_,

PASSED BY THE FOLLOWING VOTE.

AYES- BROOKS, GALLO, GIBSON MCELHANEY, KALB, KAPLAN, REID, SCHAAF, and PRESIDENT KERNIGHAN

NOES -

ABSENT -

ABSTENTION -