

2016 FEB 10 PM 5: 38

Approved as to Form and Legality

## **OAKLAND CITY COUNCIL**

alex	wen
	City Attorney

RESOLUTION NO.	00020	C.M.S.
Introduced by Councilmem	nber	

86090

RESOLUTION AUTHORIZING THE CITY ADMINISTRATOR TO EXTEND THE PROFESSIONAL SERVICES AGREEMENT WITH JT2 INTEGRATED RESOURCES TO CONTINUE PROVISION OF WORKER'S COMPENSATION ADMINISTRATION SERVICES FOR THE PERIOD OF MARCH 1, 2016 THROUGH FEBRUARY 28, 2017 IN AN AMOUNT OF \$2,477,278.82 FOR A TOTAL AMOUNT OVER THE THREE YEAR TERM OF THE CONTRACT OF \$7,431,836.46

**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 in Resolution No. 84805 C. M. S., dated January 14, 2014; and

**WHEREAS**, the City Council desired 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 is 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 with the first term expiring on February 29, 2016; and

**WHEREAS**, with Council approval, the City may exercise up to three 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, 2016 through February 28, 2017 in an amount of \$2,477,278.82 for a total amount of \$7,431,836.46 (inclusive of amounts already paid during prior two contract years); and be it

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

**FURTHER RESOLVED:** That funding for these contract services is contained in the FY 2015-17 Adopted Policy Budget; 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,

MAR 01 2016

## PASSED BY THE FOLLOWING VOTE:

AYES - BROOKS, CAMPBELL WASHINGTON, GALLO, GUILLEN, KALB, KAPLAN, REID and PRESIDENT GIBSON MCELHANEY  $\longrightarrow$ 

NOES -

ABSENT – Ø

ABSTENTION –

ATTEST:

LaTonda Simmons

City Clerk and Clerk of the Council of the City of Oakland, California