

RESOLUTION NUMBER R-305787

DATE OF FINAL PASSAGE MAY 1 1 2010

A RESOLUTION OF THE COUNCIL OF THE CITY OF SAN DIEGO AUTHORIZING THE MAYOR TO ENTER INTO TWO-YEAR AGREEMENTS WITH SHARP REES-STEALY MEDICAL GROUP AND U.S. HEALTHWORKS MEDICAL GROUP, WITH THREE, ONE-YEAR EXTENSION OPTIONS, TO PROVIDE INDUSTRIAL MEDICINE SERVICES TO CITY EMPLOYEES

WHEREAS, the City of San Diego has a commitment to provide a safe working environment for all its employees; and

WHEREAS, when an employee is injured, their Workers' Compensation claim is processed by the Risk Management Department in accordance with the laws of the State of California for self-insured and self-administered agencies; and

WHEREAS, all Workers' Compensation expenses are paid from the City's Workers' Compensation Fund; and

WHEREAS, the Risk Management Department is also responsible for the implementation of State mandated Audiometric and Respiratory testing of specified employees, such as Firefighters, Police Swat Team Members, Helicopter Pilots, Equipment Operators, etc.; and

WHEREAS, in order to provide the best medical care available to its injured workers, and to comply with Workers' Compensation benefit mandates and California Occupational Safety and Health Administration [Cal-OSHA] required testing, the City issued a Request for Proposals [RFP] in July 2009, for an industrial medical provider to provide the services of

medical treatment for industrially injured employees, an audiometric testing service, a respiratory fitness testing service, and a safety and loss prevention medical program; and

WHEREAS, Sharp Rees-Stealy Medical Group [SRSMG] and U.S. Healthworks Medical Group [USHMG] were the top two candidates in the competitive RFP bid process; and

WHEREAS, in order to provide a robust medical panel and ensure the availability of specialty physicians both SRSMG and USHMG have been selected to provide industrial medicine services and serve as the City's Medical Provider Network; NOW, THEREFORE,

BE IT RESOLVED, that the Council of the City of San Diego authorize the Mayor to enter into two-year agreements with Sharp Rees-Stealy Medical Group and U.S. Healthworks Medical Group, with three, one-year extension options, to provide industrial medicine services to City employees.

BE IT FURTHER RESOLVED, that the Council authorize the Chief Financial Officer to appropriate and expend up to \$4,500,000 per year for the first two years of the industrial medicine agreements, contingent upon the Chief Financial Officer first furnishing one or more certificates certifying that the funds necessary for expenditure are, or will be on deposit with the City Treasurer.

BE IT FURTHER RESOLVED, that the election of any and all one-year extension options beyond the initial two-year term of the agreements and appropriation of funds therefor is subject to further Council approval.

BE IT FURTHER RESOLVED, that the Council authorizes the expenditures of up to \$4,500,000 per fiscal year for the initial two year term of the industrial medicine agreement from the Workers' Compensation Fund 720044.

APPROVED: JAN I. GOLDSMITH, City Attorney

By *William J. Gersten*  
William J. Gersten  
Deputy City Attorney

WJG:jdf:ccm  
01/27/2010  
04/26/2010 REV.  
Or.Dept:Risk Mgmt.  
R-2010-529

I hereby certify that the foregoing Resolution was passed by the Council of the City of San Diego, at this meeting of APR 26 2010.

ELIZABETH S. MALAND  
City Clerk

By *Max Zuzanaga*  
Deputy City Clerk

Approved: 5.11.10  
(date)

*JSL*  
JERRY SANDERS, Mayor

Vetoed: \_\_\_\_\_  
(date)

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JERRY SANDERS, Mayor