(O-2014-10)

20286 (NEW SERIES) ORDINANCE NUMBER O-AUG 0 5 2013

DATE OF FINAL PASSAGE

AN ORDINANCE AUTHORIZING AND DIRECTING THE MAYOR TO EXECUTE THE AMENDMENT TO THE 2008 AGREEMENT BETWEEN THE CITY OF SAN DIEGO AND GENEX SERVICES, INC., RELATED TO INTEGRATED MANAGED CARE SERVICES FOR THE CITY'S WORKERS' COMPENSATION PROGRAM.

WHEREAS, the City of San Diego (City) self-insures and self-administers its workers' compensation program in accordance with the California Labor Code and other applicable law, regulations, and City policies; and

WHEREAS, the self-administration of the City's workers' compensation program is the responsibility of the Risk Management Department, which provides workers' compensation benefits to all eligible City employees and establishes programs that provide appropriate medical care; and

WHEREAS, in 2008, by San Diego City Council (Council) approval of San Diego Resolution R-303958 (July 29, 2008), the City awarded a contract for integrated managed care services to Genex Services, Inc., and another contract to Intracorp, which was later acquired by Genex Services, Inc., to provide the City with workers' compensation medical bill review, utilization review, preferred provider organization, injury call-in center, and field nurse case management services; and

WHEREAS, in 2011, by approval of San Diego Resolution R-306962 (July 26, 2011), the Council authorized an amendment to the 2008 agreement with Genex Services, Inc., to modify the agreed-upon pricing for field nurse case management, after Genex Services, Inc., acquired Intracorp, another workers' compensation and disability case management business, that was also providing services to the City; and

WHEREAS, these integrated managed care services result in a reduction to the City's workers' compensation program costs; and

WHEREAS, the contract with Genex Services, Inc., expires on August 10, 2013; and WHEREAS, while the Request for Proposal (RFP) process to replace this contract is underway, the Risk Management Department expects that the RFP process, including the selection of a contractor and approval by the Council, will not be completed prior to the current contract's expiration date; and

WHEREAS, the current contract with Genex Services, Inc., is essential to the administration of the City's workers' compensation program, and a contract amendment, extending the term for up to an additional year, will ensure that services continue without interruption until a new contract or contracts begin; and

WHEREAS, because this contract extension will result in the present contract extending beyond five years, San Diego Charter section 99 requires that the Council approve this amendment by a two-thirds majority vote; NOW THEREFORE,

BE IT ORDAINED, by the Council of the City of San Diego

Section 1. That the Mayor is authorized and directed to execute the amendment to the contract with Genex Services, Inc., initially authorized in 2008 by San Diego Resolution R-303958 (July 29, 2008), to provide the City with worker's compensation medical bill review, utilization review, preferred provider organization, injury call-in center service, and field nurse case management services, for an additional period not to exceed one year; the amendment to the contract with Genex Services, Inc., is on file with the Office of the City Clerk as Document

Section 2. That the Chief Financial Officer is authorized and directed to appropriate and expend in Fiscal Year 2014 an amount not to exceed \$980,000 from the Workers' Compensation

Fund 720044 contingent upon the passage of the Annual Appropriation Ordinance and provided that one or more certificates demonstrating that the funds necessary for expenditure are, or will be, on deposit with the City Treasurer.

Section 3. That a full reading of this Ordinance is dispensed with prior to its passage, a written or printed copy having been made available to the City Council and the public prior to the day of its passage.

Section 4. That this Ordinance shall take effect and be in force on the thirtieth day from and after its final passage.

APPROVED: JAN I. GOLDSMITH, City Attorney

William Gersten
Deputy City Attorney

JFD:WG:ccm 07/09/2013 Or.Dept:Risk Management #594753.docx

I hereby certify that the foregoing Ordir San Diego, at this meeting of	nance was passed by the Council of the City of JUL 3 0 2013
	ELIZABETH S. MALAND City Clerk
	By Deputy City Clerk
Approved: 6 (date)	BOB FILNER, Mayor

(date) BOB FILNER, Mayor

This ordinance is effective August 5, 2013, which represents the day this ordinance was returned to the Office of the City Clerk with the Mayor's signature of approval. $-PAGE\ 3\ OF\ 3-$

Passed by the Council of The	e City of San Diego	o on	onJUL 3 0 2013		_, by the following vote:	
Councilmembers	Yeas	Nays	Not Present	t Rec	cused	
Sherri Lightner	\bar{\bar{\bar{\bar{\bar{\bar{\bar{					
Kevin Faulconer	abla					
Todd Gloria	1			□ .		
Myrtle Cole	\square			. ·		
Mark Kersey	\mathbf{Z}					
Lorie Zapf				\square		
Scott Sherman	Z					
David Alvarez	\square					
Marti Emerald	Ø					
Date of final passage	AUG 0 5 2013					
AUTHENTICATED BY:				BOB FILNI City of San	ER n Diego, California.	
(Seal)		Ву			S. MALAND San Diego, California. , D	Deputy
I HEREBY CERTIF had elapsed between the day					itil twelve calendar days t, on	S
JUL 15		, and on	٨	UG 0 5 20		·
I F URTHER CERTI	FY that said ordin	ance was 1	read in full prior	to its final _f)assage .	
I FURTHER CERTI than a majority of the member member of the Council and t	ers elected to the C	Council, an	nd that there was a its passage a writ	available fo tten or print	ted copy of said ordinar	each
(Seal)		Ву	City Clery of F		MALAND San Diego, California. , D	Deputy
		(Office of the Cit	y Clerk, Sa	an Diego, California	
		Ord	linance Number	r O	20286	