

RESOLUTION NUMBER R- 308950

DATE OF FINAL PASSAGE MAY 20 2014

A RESOLUTION OF THE COUNCIL OF THE CITY OF
SAN DIEGO APPROVING THE THIRD AND FINAL
EXTENSION TO THE INDUSTRIAL MEDICINE CONTRACTS
WITH SHARP REES-STEALY MEDICAL GROUP AND U.S.
HEALTHWORKS MEDICAL GROUP.

WHEREAS, when a City of San Diego employee is injured, his or her Worker's 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, 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-required testing, the City issued a Request for Proposals (RFP) in July 2009 for industrial medical providers; and

WHEREAS, the RFP resulted in a contract award to Sharp Rees-Stealy Medical Group (SRSMG) and U.S. Healthworks Medical Group (USHWMG), who 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 USHWMG were selected to provide industrial medicine services and serve as the City's Medical Provider Network (MPN); and

WHEREAS, the California Labor Code and California Code of Regulations allow for insurers and employers to create an MPN consisting of a variety of physicians where injured workers can be directed for treatment of industrial injuries; and

WHEREAS, on May 11, 2010, the City Council Diego approved a two-year agreement with three-one year extension options, the exercise of which required the City Council approval (R-305787); and

WHEREAS, on May 29, 2012, the City Council approved the exercise of the first and second one year extensions (R-307436); and

WHEREAS, these contractual agreements resulted in cost containment for the City Council while allowing the City's injured employees to have a wide choice of healthcare providers in the San Diego region; and

WHEREAS, the first and second extensions are set to expire on May 28, 2014; and

WHEREAS, exercise of the third one year extension is necessary in order to continue to provide industrial medicine services to City of San Diego employees while at the same time allowing staff to draft and issue a Request for Proposal for the provision of industrial medicine services beyond May, 2015; and

WHEREAS, funding for this contract is available in Fund 720044; and

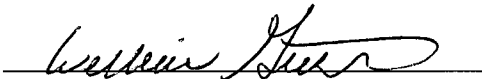
WHEREAS, this agreement is subject to the City's Equal Opportunity Contracting (San Diego Ordinance O-18173, sections 22.2701 through 22.2708) and Non-Discrimination in Contracting Ordinance (San Diego Municipal Code sections 22.3501 through 22.3517); NOW, THEREFORE,

BE IT RESOLVED, by the City Council that the City Council authorizes the Mayor or his designee to enter into a one-year contract extension with Sharp Rees-Stealy Medical Group and U.S. Healthworks Medical Group to provide industrial medicine services to City employees.

BE IT FURTHER RESOLVED, that the City Council authorizes the Chief Financial Officer to appropriate and expend \$5,000,000 for fiscal year 2015 from the Workers' Compensation Fund 720044, 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.

APPROVED: JAN I. GOLDSMITH, City Attorney

By 
William Gersten
Deputy City Attorney

WG:hm
5/07/2014
Or.Dept:Risk Management
Doc. No.: 782892

I hereby certify that the foregoing Resolution was passed by the Council of the City of San Diego, at this meeting of 5/19/14.

ELIZABETH S. MALAND
City Clerk

By *Man Zernay*
Deputy City Clerk

Approved: 5/20/2014
(date)

Kevin L. Faulconer
KEVIN L. FAULCONER, Mayor

Vetoed: _____
(date)

KEVIN L. FAULCONER, Mayor

Passed by the Council of The City of San Diego on MAY 19 2014, by the following vote:

Councilmembers	Yeas	Nays	Not Present	Recused
Sherri Lightner	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Ed Harris	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Todd Gloria	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Myrtle Cole	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Mark Kersey	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Lorie Zapf	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Scott Sherman	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
David Alvarez	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Marti Emerald	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>

Date of final passage MAY 20 2014

(Please note: When a resolution is approved by the Mayor, the date of final passage is the date the approved resolution was returned to the Office of the City Clerk.)

AUTHENTICATED BY:

KEVIN L. FAULCONER
Mayor of The City of San Diego, California.

ELIZABETH S. MALAND
City Clerk of The City of San Diego, California.

(Seal)

By Mary Zuniga, Deputy

Office of the City Clerk, San Diego, California

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