

RESOLUTION NUMBER R- 310105

DATE OF FINAL PASSAGE DEC 11 2015

A RESOLUTION OF THE COUNCIL OF THE CITY OF SAN DIEGO APPROVING A CONTRACT BETWEEN THE CITY OF SAN DIEGO AND SHARP REES STEALY MEDICAL GROUP, AND A CONTRACT BETWEEN THE CITY OF SAN DIEGO AND U.S. HEALTHWORKS MEDICAL GROUP, FOR THE PROVISION OF INDUSTRIAL MEDICINE SERVICES.

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

WHEREAS, when a City employee is injured, his or her 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, 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 medicine providers; and

WHEREAS, the RFP resulted in a contract award to Sharp Rees-Stealy Medical Group (SRSMG) and a contract award to 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 San Diego City Council (City Council) approved a two-year contract with SRSMG and a two-year contract with USHWMG with three one-year extension options subject to City Council approval (R-305787). The exercise of these options was subject to City Council approval; and

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

WHEREAS, on May 20, 2014, the City Council approved the exercise of the third and final one-year extensions for both contracts with SRSMG and USHWMG (R-308950); and

WHEREAS, while the City intended to conduct and complete a new RFP process for the provision of industrial medicine services prior to May 20, 2015 when the third and last extension expired, it was unable to do so due to awaiting changes to State regulations governing MPNs, which in turn required their re-approval by the State; and

WHEREAS, in order to insure continuation of the provision of industrial medicine services to City employees until completion of a new RFP process , on April 7, 2015 and April 21, 2015, by ordinance pursuant to City Charter section 99, the City Council approved a month-to-month extension of these contracts not to exceed one year from expiration of the previously authorized extensions, or May 20, 2016 (O-2015-85); and

WHEREAS, the City has now completed the RFP process for new contracts for the provision of industrial medicine services and selected Sharp Rees-Stealy Medical Group and U.S. Healthworks Medical Group for the award of new contracts for the provision of industrial medicine services and serve as the City's state approved MPN; NOW, THEREFORE,

BE IT RESOLVED, by the City Council that the City Council authorizes and directs the Mayor or his designee to enter into a five year contract with Sharp Rees-Stealy Medical Group to provide industrial medicine services to City employees and serve as the City's Medical Provider

Network. The contract is on file with the Office of the City Clerk as Document

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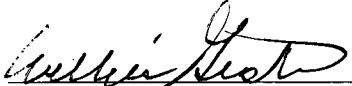
BE IT FURTHER RESOLVED, by the City Council that the City Council authorizes and directs the Mayor or his designee to enter into a five year contract with U.S. Healthworks

Medical Group to provide industrial medicine services to City employees and serve as the City's Medical Provider Network. The contract is on file with the Office of the City Clerk as Document

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BE IT FURTHER RESOLVED, that the City Council authorizes the Chief Financial Officer to appropriate and expend from Workers' Compensation Fund 720044 up to \$5,000,000 per year collectively for both contracts, up to the total amount of \$25,000,000 for the duration of the entire contracts, contingent upon the adoption of the Annual Appropriations Ordinance for the applicable fiscal year and 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
11/12/2015
Or.Dept:Risk Management
Doc. No.: 1161577

I certify that the foregoing Resolution was passed by the Council of the City of San Diego, at this meeting of DEC 08 2015.

ELIZABETH S. MALAND
City Clerk

By *Stacy Bracy*
Deputy City Clerk

Approved: 12/11/15
(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 DEC 08 2015, 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"/>
Lorie Zapf	<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"/>
Chris Cate	<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 DEC 11 2015

(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 Stacy Brady, Deputy

Office of the City Clerk, San Diego, California

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