

#100  
6/4/19

(R-2019-651)

RESOLUTION NUMBER R- 312492

DATE OF FINAL PASSAGE JUN 06 2019

A RESOLUTION OF THE COUNCIL OF THE CITY OF SAN DIEGO APPROVING CONTRACTS BETWEEN THE CITY OF SAN DIEGO AND FOUR SERVICE PROVIDERS: MEDATA, INC.; ALLIED MANAGED CARE, INC.; REHAB WEST, INC., AND KEYSTONE MEDICAL RESOURCES, INC. TO PROVIDE WORKERS' COMPENSATION INTEGRATED MANAGED CARE SERVICES AND AUTHORIZING THE MAYOR TO EXECUTE THE CONTRACTS AND THE OPTIONS TO RENEW, AS NECESSARY.

WHEREAS, the City of San Diego (City) self-insures and self-administers its worker's compensation program in accordance with the California Labor Code, California Code of Regulations, 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 worker's compensation benefits to all eligible City employees and establishes programs that provide appropriate medical care; and

WHEREAS, the City has been contracting for managed care services since 2002, following an operational and best practice assessment; and

WHEREAS, the present contract for the provision of managed care services expires on August 28, 2019; and

WHEREAS, in October 2018, the City issued a request for proposal soliciting service providers for new contracts, and a technical review committee reviewed all of the submitted proposals; and

WHEREAS, as a result of the request for proposal process, the Risk Management Department is recommending that the City execute three-year contracts with two one-year options to renew with four separate service providers: (1) Medata, Inc. for bill review PPO Network Access, pharmacy benefit management and call in center services; (2) Allied Managed Care, Inc. for utilization review services; (3) RehabWest, Inc. for field nurse case management services; and (4) Keystone Medical Resources for field nurse case management; and

WHEREAS, the contracts will provide the integrated managed care services and benefits to the City's workers' compensation program, which are recognized as best practices in the workers' compensation industry, including medical bill review, utilization review, preferred provider organization use, pharmacy management benefit, nurse case management, and injury call-in center services; NOW THEREFORE,

BE IT RESOLVED, by the Council of the City of San Diego that the Council approves a contract between the City and Medata, Inc., on file with the Office of the City Clerk as Document No. <sup>RR-</sup>312492-1, for a three-year term with two one-year options to renew, and authorizes the Mayor or his designee to execute the contract and, within the Mayor's discretion, the options to renew.

BE IT FURTHER RESOLVED, that the Council approves a contract between the City and Allied Managed Care, Inc., on file with the Office of the City Clerk as Document No. <sup>RR-</sup>312492-2 for a three-year term with two one-year options to renew, and authorizes the Mayor or his designee to execute the contract, and, within the Mayor's discretion, the options to renew.

BE IT FURTHER RESOLVED, that the Council approves a contract between the City and Rehab West, Inc., on file with the Office of the City Clerk as Document No. <sup>RR-</sup>312492-3

for a three-year term with two one-year options to renew, and authorizes the Mayor or his designee to execute the contract, and, within the Mayor's discretion, the options to renew.


BE IT FURTHER RESOLVED, that the Council approves a contract between the City and Keystone Medical Resources, Inc., on file with the Office of the City Clerk as Document No. <sup>RR-</sup>312492<sup>-4</sup>, for a three-year term with two one-year options to renew, and authorizes the Mayor or his designee to execute the contract, and, within the Mayor's discretion, the options to renew.

BE IT FURTHER RESOLVED, that the Council authorizes the Chief Financial Officer to expend up to \$3,766,340 a year for payment with the five-year costs not to exceed \$18,831,700 to the following providers: (1) Medata, Inc. in an amount not to exceed \$15,000,000; (2) Allied Managed Care, Inc. in an amount not to exceed \$1,452,500; (3) Rehab West, Inc. in an amount not to exceed \$1,125,200; and (4) Keystone Medical Resources, Inc. in an amount not to exceed \$1,254,000 from the Workers' Compensation Fund, contingent upon the adoption of the Annual Appropriation Ordinance for the applicable Fiscal Years and upon the Chief Financial Officer first furnishing one or more certificates stating that funds necessary for authorized expenditures are, or will be, on deposit with the City Treasurer.

BE IT FURTHER RESOLVED, that the Mayor or his designee's authority to execute the options to renew each contract is contingent upon the adoption of the Annual Appropriation Ordinance for the applicable fiscal year and upon Chief Financial Officer first furnishing one or more certificates stating that funds necessary for authorized expenditures are, or will be, on deposit with the City Treasurer.

BE IT FURTHER RESOLVED, that the Chief Financial Officer is authorized to expend up to \$3,766,340 a year from the Workers' Compensation Fund 720044 in Fiscal Years 2023 and 2024 to fund the options to renew, if they are exercised, contingent upon the adoption of the Annual Appropriation Ordinance for the applicable fiscal year and upon the Chief Financial Officer first furnishing one or more certificates stating that funds necessary for authorized expenditures are, or will be, on deposition with the City Treasurer.

APPROVED: MARA W. ELLIOTT, City Attorney

By   
William Gersten  
Deputy City Attorney

WJG:jdf:sc  
05/17/19  
Or.Dept: Risk Management  
Doc. No.: 2008563

I hereby certify that the foregoing Resolution was passed by the Council of the City of San Diego, at this meeting of JUN 04 2019.

ELIZABETH S. MALAND  
City Clerk

By   
Deputy City Clerk

  
KEVIN L. FAULCONER, Mayor

Approved: 6/6/19  
(date)

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

\_\_\_\_\_  
KEVIN L. FAULCONER, Mayor

Passed by the Council of The City of San Diego on JUN 04 2019, by the following vote:

Councilmembers	Yeas	Nays	Not Present	Recused
Barbara Bry	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Jennifer Campbell	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Chris Ward	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Monica Montgomery	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
Mark Kersey	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" 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"/>
Vivian Moreno	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Georgette Gómez	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>

Date of final passage JUN 06 2019

(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.

(Seal)

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

By Connie Patterson Deputy

Office of the City Clerk, San Diego, California  
Resolution Number R- 312492