CHARLES PARKIN City Attorney

MICHAEL J. MAIS Assistant City Attorney

MONTE H. MACHIT Assistant City Attorney

August 8, 2017

HONORABLE MAYOR AND CITY COUNCIL City of Long Beach California

#### **RECOMMENDATION:**

Authorize the City Manager, or designee, to execute all documents necessary to Theodore B. Zinger amend Agreement No. 33814 with Medex Healthcare, Inc. for Workers' Compensation Medical Provider Network services, to increase the contract by \$360,000 for a revised total amount not to exceed \$560,000, and to extend the term for an additional two-year period through December 31, 2019. (Citywide)

# DISCUSSION

City Council approval is requested to increase Agreement No. 33814 with Medex Healthcare, Inc. (Medex) by \$360,000, for a total amount not to exceed \$560,000, and to extend the contract for an additional two years for a total 5-year period from January 1, 2015 through December 31, 2019. This approval will allow for continuation of Workers' Compensation Medical Provider Network (MPN) services.

On January 1, 2015, after completing a competitive bid process (RFP LW14-063), Agreement No. 33814 was entered into with Medex for an amount not to exceed \$200,000, for a period of two years from January 1, 2015 through December 31, 2016 with the option to renew for three additional one-year periods. A First Amendment was executed to extend the contract for an additional one-year period ending on December 31, 2017.

The City utilized Agreement No. 33814 for the development, management, and maintenance of an MPN. The MPN provides a network of medical providers, easily accessible to the City's industrially injured workers. The network conforms to the rules and regulations as outlined by the State of California and is a combination of Primary Care Physicians, as well as specialists to provide an adequate level of medical care services to City of Long Beach employees. The MPN also provides the City with

PRINCIPAL DIPUTIES

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DEPUTIES

C. Geoffrey Allred Richard F. Anthony William R. Baerg LaTasha N. Corry Haleh R. Jenkins Monica I. Kilaita Nicholas J. Masero Dawn A. McIntosh Barbara I. McTioue Lauren E. Misajon Katrina R. Pickett Howard D. Russell Arturo D. Sanchez Victoria A. Silcox Linda T. Vu Amy R. Webber

control of the medical care necessary to treat injured employees and to maximize the savings available. The network will provide the expert medical services needed to insure that the best care is available to injured workers.

## TIMING CONSIDERATIONS

City Council action is requested on August 8, 2017 to ensure that the contract is appropriately in place.

### FISCAL IMPACT

The requested action amends the current contract by \$360,000, for an additional two-year period, for a revised total contract amount not to exceed \$560,000 for a total five-year period from January 1, 2015 through December 31, 2019. The contract cost is budgeted in the Insurance Fund (IS 390) in the Citywide Activities Department (XC).

There is no local job impact with this recommendation.

#### SUGGESTED ACTION:

Approve recommendation.

Respectfully submitted,

CHARLES PARKIN, City Attorney

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Principal Deputy City Attorney

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