AN ORDINANCE

AUTHORIZING THE CITY MANAGER, OR HER DESIGNEE, TO RENEW A CONTRACT WITH CAMBRIDGE INTEGRATED SERVICES GROUP, INC., TO PROVIDE THIRD PARTY CLAIMS ADMINISTRATION SERVICES FOR THE CITY’S SELF-INSURED LIABILITY AND WORKERS’ COMPENSATION PROGRAMS AT A COST OF $1,113,738.00 FOR A ONE-YEAR PERIOD BEGINNING OCTOBER 1, 2004 AND ENDING SEPTEMBER 30, 2005; AND PROVIDING FOR AN IMMEDIATE EFFECTIVE DATE UPON PASSAGE BY EIGHT AFFIRMATIVE VOTES.

WHEREAS, the City of San Antonio (“City”) employs a Third Party Claims Administrator to process, investigate, adjust, negotiate, and make payments for claims in accordance with the requirements of the Texas Workers’ Compensation Act and the Texas Tort Claims Act; and

WHEREAS, the City has had its Workers’ Compensation program administered since 1974 and its Liability program administered since 1983, through various third party administrators; and

WHEREAS, the Third Party Claims Administrator provides a vital professional service to the City by processing approximately 1,900 Workers’ Compensation claims and 1,400 Liability claims a year; and

WHEREAS, on July 27, 2000, through Ordinance No. 92177, the City Council authorized the execution of a contract for Third Party Administration Services (the “Contract”) with Cambridge Integrated Services Group, Inc.; and

WHEREAS, the Contract provided for a one-year term, with the option to renew for four (4) additional successive one-year terms, subject to mutual agreement of the parties and approval by City Council; and

WHEREAS, through Ordinance No. 94620, passed and approved on September 27, 2001, the parties exercised the first renewal option; on October 31, 2002, through Ordinance No. 96653, the parties exercised the second renewal option; and on September 25, 2003, through Ordinance No. 98217, the parties exercised the third renewal option; and

WHEREAS, the parties now wish to extend this Contract for an additional one-year period, to begin on October 1, 2004 and continue through September 30, 2005; and

WHEREAS, the cost for this renewal period is $1,113,738.00; NOW THEREFORE:

BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF SAN ANTONIO:

SECTION 1. The City Manager, or her designee, or the Director of the Human Resources Department, is hereby authorized to renew the contract with Cambridge Integrated Services
Group, Inc. to provide Third Party Claims Administration Services to the City of San Antonio for the period from October 1, 2004 through September 30, 2005, under the same terms and conditions, at a cost of $1,113,738.00. A copy of the Renewal and Extension Agreement, in substantially final form, is attached hereto and incorporated herein as Attachment I.

SECTION 2. The amount of $445,495.00 is to be appropriated in the Liability Fund (Fund 75-001), in Index Code 500538, entitled TPA Administration, and is to be made payable to Cambridge Integrated Systems Group, Inc., for claims administration services for the period beginning October 1, 2004 and ending September 30, 2005.

SECTION 3. The amount of $668,243.00 is to be appropriated in the Workers’ Compensation Fund (Fund 75-003), in Index Code 433334, entitled TPA Claims Administration, and is to be made payable to Cambridge Integrated Systems Group, Inc., for claims administration services for the period beginning October 1, 2004 and ending September 30, 2005.

SECTION 4. The financial allocations in this Ordinance are subject to approval by the Director of Finance, City of San Antonio. The Director may, subject to concurrence by the City Manager or the City Manager’s designee, correct allocation to specific Index Codes and Fund Numbers as necessary to carry out the purpose of this Ordinance.

SECTION 5. This ordinance shall take effect immediately upon passage by eight affirmative votes.

PASSED AND APPROVED this 23rd day of September, 2004.

EDWARD D. GARZA

MAYOR

ATTEST: City Clerk

APPROVED AS TO FORM City Attorney
Description: 19. An Ordinance authorizing the City Manager or her designee to renew a contract with Cambridge Integrated Services Group, Inc., to provide Third Party Claims Administration Services for the City's Self-Insured Liability and Workers' Compensation programs at a cost of $1,113,738.00 for a one (1) year period beginning October 1, 2004 and ending September 30, 2005; and providing for an immediate effective date upon passage by eight affirmative votes. [Presented by Sharon De La Garza, Director, Human Resources; Frances A. Gonzalez; Assistant City Manager]

Notes: Motioned: RICHARD PEREZ    Seconded: RON H. SEGOVIA    Notes: