



CITY OF CARSON

Legislation Text

File #: 2020-847, Version: 1

Report to Mayor and City Council

Tuesday, December 15, 2020

Consent

SUBJECT:

CONSIDER APPROVAL OF AMENDMENT NO. 3 TO AGREEMENT FOR CONTRACT SERVICES BETWEEN THE CITY OF CARSON AND OCCUPATIONAL HEALTH CENTERS (#17-036) (CITY COUNCIL)

I. SUMMARY

The purpose of this item is to approve Amendment No. 3 to a contract with Occupational Health Centers of California ("OHCC") a subsidiary or "managed professional entity" of Concentra, to increase the term and compensation to the agreement.

The contract was originally approved in early 2017 with U.S. HealthWorks (Exhibit No. 1). In early 2018, U.S. HealthWorks was acquired by a company called Concentra and then assigned to OHCC, a subsidiary or "managed professional entity" of Concentra. The City approved the assignment in Amendment No. 1 (Exhibit No. 2). In February 2020, City Council approved Amendment No. 2 extending the contract by one year to February 27, 2021 and increasing the contract sum to cover an additional year of costs (Exhibit No. 3).

The proposed Amendment No. 3 will extend the contract term by one additional year to February 27, 2022 and increase the contract sum to cover the additional year of costs (Exhibit No. 4).

II. RECOMMENDATION

1. APPROVE Amendment No. 3 to Agreement for Contract Services by and between the City of Carson and Occupational Health Centers of California, a Medical Corporation, formerly U.S. HealthWorks Medical Group (#17-036), extending the term of the agreement by one additional year, from February 28, 2021 to February 27, 2022, and increasing the contact sum by an additional \$20,000, from \$95,000 to \$115,000.

2. AUTHORIZE the Mayor to execute the Agreement following approval as to form by the City Attorney.

III. ALTERNATIVES

1. DO NOT APPROVE the Agreement.
2. TAKE any other action the City Council deems appropriate, consistent with the requirements of law.

IV. BACKGROUND

The City entered into the Agreement with U.S. HealthWorks Medical Group on February 28, 2017, whereby U.S. HealthWorks agreed to provide certain medical services to the City in the areas of employment related drug testing, medical services and treatment of work-related injuries/illnesses for three (3) years for a Contract Sum of \$75,000, with the option to extend said term for two (2) additional one (1) year periods. Amendment No. 1 approved an assignment of the contract to OHCC.

In February 2020, City Council approved Amendment No. 2 extending the contract by one year to February 27, 2021 and increasing the contract sum by \$20,000, from \$75,000 to \$95,000 to cover the additional year of costs.

The proposed Amendment No. 3 would amend the Agreement extending the term of the agreement by one additional year, from February 28, 2021 to February 27, 2022, and increase the contract sum by \$20,000, from \$95,000 to \$115,000 to cover the additional year of costs.

V. FISCAL IMPACT

The fiscal impact is \$20,000 over the course of one year. Funds are budgeted in Human Resources Fiscal Year 2020/2021 operating budget.

VI. EXHIBITS

1. US HealthWorks Contract Agreement (pgs. 3-37)
2. Occupational Health Centers of California Contract (OHCC) Amendment No.1 (pgs. 38-53)
3. Occupational Health Centers of California Contract Amendment No. 2 (pgs. 54-65)
4. Occupational Health Centers of California Contract Amendment No.3 (pgs. 66-72)

Prepared by: Faye Moseley, Director of Human Resources & Risk Management