

1 [Agreement - Intercare Holdings Insurance Services, Inc. - Workers' Compensation Third  
2 Party Administrator - Not to Exceed \$26,179,119]

3 **Resolution authorizing the San Francisco Municipal Transportation Agency and the**  
4 **Department of Human Resources to execute an agreement with Intercare Holdings**  
5 **Insurance Services, Inc., for Workers' Compensation Third Party Administrator**  
6 **services for an amount not to exceed \$26,179,119 and for a term of three years, from**  
7 **August 1, 2017, through July 31, 2020, with an option to extend the term for up to an**  
8 **additional two years.**

9  
10 WHEREAS, To maximize the operational and management efficiency and achieve cost  
11 savings to the City, the San Francisco Municipal Transportation Agency (SFMTA) and the  
12 Department of Human Resources (DHR) agreed to enter into a joint agreement for workers'  
13 compensation third party administrator services to manage workers' compensation claims  
14 brought by SFMTA and other City employees ; and

15 WHEREAS, On June 7, 2016, the SFMTA Board of Directors authorized the Director of  
16 Transportation to issue a Request for Proposals for Workers' Compensation Claims  
17 Administration Services with the Department of Human Resources, to jointly evaluate  
18 proposals and negotiate a contract with a Third Party Claims Administrator (TPA) for an initial  
19 term of three-years with an option to extend the contract up to two years at the sole discretion  
20 of the Director of Transportation and the Director of DHR; and

21 WHEREAS, On June 27, 2016, the City received proposals from Acclamation  
22 Insurance Management Services, Athens Insurance Services, Broadspire Services, Intercare  
23 Holdings Insurance Services, Inc. (Intercare), JT2 Integrated Resources, and Tristar  
24 Insurance Group; and

1           WHEREAS, A selection panel evaluated all six proposals and ranked the proposal from  
2 Intercare Holdings Insurance Services, Inc. (Intercare) highest; and

3           WHEREAS, The SFMTA and DHR have negotiated an agreement with Intercare in the  
4 amount of \$26,179,119, with a term of three years, and an option to extend the term for up to  
5 two additional years, a copy of which agreement is on file with the Clerk of the Board of  
6 Supervisors in File No. 170510; and

7           WHEREAS, On May 5, 2016, the SFMTA, under authority delegated by the Planning  
8 Department, determined that the Workers' Compensation Claims Administration Services  
9 Agreement is not defined as a "project" under the California Environmental Quality Act  
10 (CEQA) pursuant to Title 14 of the California Code of Regulations Sections 15060(c) and  
11 15378(b); and

12           WHEREAS, An approval for this professional services contract was obtained from the  
13 Civil Service Commission at its February 10, 2012, commission meeting through Notice of  
14 Action for Personal Service Contract No. 4088-11-22, and SFMTA and DHR have confirmed  
15 that this approval continues to be valid for the propose contract; and

16           WHEREAS, On June 20, 2017, the SFMTA Board of Directors adopted Resolution  
17 No. 170620-082, approving the agreement between Intercare and the City and County of San  
18 Francisco and, contingent on Board of Supervisors' approval, authorizing the Director of  
19 Transportation to execute the agreement; now, therefore, be it

20           RESOLVED, That the Board of Supervisors approves the proposed agreement  
21 between the San Francisco Municipal Transportation Agency and the Department of Human  
22 Resources with Intercare Holdings Insurance Services Inc. for workers' compensation third  
23 party claims administration services , for an amount not to exceed \$26,179,119 and an initial  
24 term of three-years from August 1, 2017, through July 31, 2020, with an option to extend the  
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1 agreement up to July 31, 2022, said option may be exercised at the sole discretion of the  
2 Director of Transportation and the Director of the DHR; and, be it

3 FURTHER RESOLVED, That within thirty (30) days of the agreement being fully  
4 executed by all parties, the San Francisco Municipal Transportation Agency shall provide the  
5 final agreement to the Clerk of the Board for inclusion into the official file.

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City and County of San Francisco

Tails  
Resolution

City Hall  
1 Dr. Carlton B. Goodlett Place  
San Francisco, CA 94102-4689

File Number: 170510

Date Passed: July 18, 2017

Resolution authorizing the San Francisco Municipal Transportation Agency and the Department of Human Resources to execute an agreement with Intercare Holdings Insurance Services, Inc., for Workers' Compensation Third Party Administrator services for an amount not to exceed \$26,179,119 and for a term of three years, from August 1, 2017, through July 31, 2020, with an option to extend the term for up to an additional two years.


July 13, 2017 Budget and Finance Sub-Committee - RECOMMENDED AS COMMITTEE REPORT

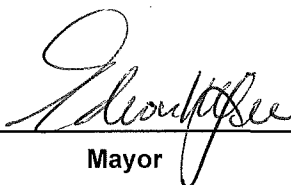
July 18, 2017 Board of Supervisors - ADOPTED

Ayes: 11 - Breed, Cohen, Farrell, Fewer, Kim, Peskin, Ronen, Safai, Sheehy, Tang and Yee

File No. 170510

I hereby certify that the foregoing Resolution was ADOPTED on 7/18/2017 by the Board of Supervisors of the City and County of San Francisco.

  
Angela Calvillo  
Clerk of the Board

  
Mayor

7/27/17  
Date Approved