

1 [Agreement - Workers' Compensation Third Party Administrator Services - Not to Exceed
2 \$26,500,000]

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 \$26,500,000 and for a term of three years, with an**
7 **option to extend the term for up to an additional two years.**

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9 WHEREAS, In order to maximize the operational and management efficiency and
10 achieve cost savings to the City, the SFMTA and the DHR agreed to enter into a joint
11 agreement for the workers' compensation third party administrator services for the City's
12 workers' compensation claims administration services; and

13 WHEREAS, On February 21, 2012, the SFMTA Board of Directors authorized the
14 Director of Transportation to jointly issue a Request for Proposals for Workers' Compensation
15 Claims Administration Services with the Department of Human Resources, to jointly conduct
16 proposal evaluation, contract negotiation and contract formation for an initial term of three-
17 years with a two-year contract extension option at the City's sole discretion; and

18 WHEREAS, On April 11, 2012, the City received proposals from TRISTAR Risk
19 Management, Intercare Holdings Insurance Services and Sedgwick Claims Management
20 Services; and

21 WHEREAS, A selection panel evaluated all three proposals and Intercare Holdings
22 Insurance Services Inc. was selected as the highest ranked proposer; and

23 WHEREAS, The SFMTA and DHR have negotiated an agreement with Intercare in the
24 amount of \$26,500,000, with a term of three years, and an option to extend the term for up to
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1 two additional years, a copy of which agreement is on file with the Clerk of the Board of
2 Supervisors in File No. 121043; and

3 WHEREAS, On November 06, 2012, the SFMTA Board of Directors adopted
4 Resolution No. _____, recommending approval of the agreement between Intercare and
5 the City and County of San Francisco; now, therefore, be it

6 RESOLVED, That the Board of Supervisors authorizes the San Francisco Municipal
7 Transportation Agency and the Department of Human Resources to execute an agreement
8 with Intercare Holdings Insurance Services Inc. for the workers' compensation third party
9 administrator services for the City's workers' compensation claims administration services for
10 an initial term of three-years with a two-year contract extension option at the City's sole
11 discretion.

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