

**FIRST RENEWAL AND EXTENSION OF PROFESSIONAL SERVICES CONTRACT
FOR THIRD PARTY ADMINISTRATOR
& MEDICAL COST CONTAINMENT SERVICES**

This First Renewal and Extension of the Professional Services Contract for Third Party Administrator & Medical Cost Containment Services (the "Contract") is entered into by and between the City of San Antonio ("City") and Sedgwick Claims Management Services, Inc. ("Sedgwick"), and is as follows:

WHEREAS, through Ordinance No. 2006-11-02-1268, passed and approved on November 2, 2006, City Council authorized the execution of the Contract with CMI Barron Risk Management Services, Inc., which was later acquired by Sedgwick; and

WHEREAS, the Contract provides for a three-year term, beginning January 1, 2007 and ending December 31, 2009, with options to renew for two additional successive one-year periods; and

WHEREAS, renewals are required to be in writing, and signed by the City Manager, her designee, or the Director of the Human Resources Department, contingent upon appropriation of funds therefore and approval of the San Antonio City Council; and

WHEREAS, the City now wishes to exercise its first renewal option, and to extend this Contract for a one-year period, to begin on January 1, 2010 and continue through December 31, 2010;

NOW THEREFORE:

Pursuant to the provisions of section 2.2 of the Contract, City hereby renews and extends the term of said Contract for a period of one year, commencing on January 1, 2010 and terminating December 31, 2010, under the same terms and conditions as stated in said Contract. All other terms, conditions, covenants and provisions of the Contract approved through Ordinance No. 2006-11-02-1268 are hereby renewed and extended, save and except the term, which is hereby modified.

City of San Antonio

Acknowledged by Sedgwick Claims
Management Services, Inc.

Elizabeth Braune
Director, Human Resources
Date: _____


Jeffery S. Glatstein
Vice President
Date: 9/23/09

APPROVED AS TO FORM:

City Attorney