

2009-10-15-0835

AN ORDINANCE

AUTHORIZING A ONE-YEAR EXTENSION OF THE CITY'S PROFESSIONAL SERVICES CONTRACT WITH SEDGWICK CMS, INC., FOR THIRD-PARTY ADMINISTRATOR SERVICES FOR OPERATION OF THE CITY'S LIABILITY AND WORKERS' COMPENSATION SELF-INSURANCE PROGRAMS AT A COST OF \$1,588,931.50, FOR A ONE-YEAR TERM BEGINNING JANUARY 1, 2010, FUNDED FROM THE FY 2010 BUDGET, ALLOCATED TO THE LIABILITY SELF-INSURANCE FUND AND THE WORKERS' COMPENSATION FUND.

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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:

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

SECTION 1. The City Manager, her designee, or the Director of the Human Resources Department, is hereby authorized to renew the contract with Sedgwick CMS, Inc. to provide third-party administrator services for operation of the City's liability and workers' compensation self-insurance programs for the period from January 1, 2010 through December 31, 2010, under the same terms and conditions, at a cost of \$1,588,931.50. A copy of the Renewal and Extension Agreement is attached hereto and incorporated herein as **Exhibit I**.

SECTION 2. Funding in the amount of \$1,588,931.50 for this ordinance is available as part of the Fiscal Year 2010 Budget per the table below.

Amount	Cost Center	General Ledger	Fund
\$579,893.75	1009020009	5201040	75001000
\$1,009,037.75	1009040003	5201040	75003000
Total Amount: \$1,588,931.50			

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SECTION 3. Payment not to exceed the budgeted amount of \$1,588,931.50 is authorized to Sedgwick CMS, Inc. and should be encumbered with a purchase order.

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 allocations to specific cost centers and fund numbers as necessary to carry out the purpose of this ordinance.

SECTION 5. This ordinance shall be effective immediately upon passage by eight or more affirmative votes; otherwise, it shall be effective on the tenth day after passage.

PASSED and APPROVED this 15th day of October, 2009.



M A Y O R

JULIÁN CASTRO

ATTEST: 
City Clerk

APPROVED AS TO FORM: 
City Attorney