

**AMENDMENT NUMBER ONE TO SERVICE AGREEMENT FOR ADMINISTRATION OF
THE CITY OF FULLERTON WORKERS' COMPENSATION PROGRAM (ADMINSURE)**

THIS AMENDMENT NUMBER ONE ("Amendment") to the Service Agreement for Administration of the City of Fullerton Workers' Compensation Program ("Agreement") is made and entered on this 1st day of July, 2021, between CITY OF FULLERTON ("City"), and ADMINSURE, INC. ("TPA").

RECITALS

- A. On July 1, 2018, the City and TPA entered into the Agreement for a term of thirty-six months through June 30, 2021.
- B. City and TPA desire to extend the term of the Agreement and amend certain provisions as set forth herein.

NOW, THEREFORE, for and in consideration of mutual covenants and conditions contained herein, the parties herby agree as follows:

- 1. Section I of the Agreement is amended to extend the term of the Agreement for a three (3) year period, from July 1, 2021 through June 30, 2024.
- 2. Section II(A)(13) of the Agreement is deleted in its entirety and replaced with the following:
 - 13. Establish files containing medical and factual information and complete accounting records on each reported claim, in accordance with State requirements and in a form acceptable to the CITY. Maintain same in accordance with statutory time requirements;
- 3. Subsections 31 and 32 are added to Section II(A) of the Agreement to read as follows:
 - 31. Participate when necessary in the interactive process or other medical legal assessments which may affect the open claims; and
 - 32. Comply with the requirements of the Alternative Dispute Resolution Program.
- 4. Section II(B)(4) of the Agreement is deleted in its entirety and replaced with the following:
 - 4. In accordance with the fee schedule promulgated and adopted by the Division of Workers' Compensation, adjust and pay all medical expenses using MedReview, Inc. a subsidiary of AdminSure, Inc. Whenever possible, adjust medical expenses further using MedReview, Inc., utilizing preferred provider organizations and/or hospital network providers. For bills reduced based upon the Official Medical Fee Schedule of the State of California, MedReview, Inc. shall be paid \$10.00 per reviewed bill, when applicable, plus .60 cents for e-bill or OCR. For bills reduced based upon Preferred Provider Organization (PPO) discounts, MedReview shall be paid the cost of the review service, which is currently 18-23%. The CITY will be reimbursed on a monthly basis at the rate of \$5.00 of the \$10.00 charge for every reviewed bill that does not generate a savings.
- 5. Section IV of the Agreement is deleted in its entirety and replaced with the following:

City agrees to pay TPA the service fees listed below:

July 1, 2021 – June 30, 2022	\$203,711
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July 1, 2022 – June 30, 2023	\$207,780
July 1, 2023 – June 30, 2024	\$211,930

Service fees will be paid in 36 monthly installments issued within 45 days of receipt of TPA's monthly invoice.

6. Except as set forth in this Amendment, the terms and provisions of the Agreement shall remain in full force and effect.

IN WITNESS WHEREOF, the parties hereto have caused this Amendment to be executed by and through their respective authorized officers, as of the date first above written.

ADMINSURE

CITY OF FULLERTON

Alithia Vargas-Flores
President

Steve Danley
Acting City Manager


Date: _____

Date: _____

ATTEST:

Lucinda M. Williams
City Clerk

APPROVAL AS TO FORM



Richard D. Jones
City Attorney