INTEROFFICE MEMORANDUM

TO: Mayor and Commissioners DATE: March 15, 2021

FROM: Douglas R. Gonzales, City Attorney

SUBJECT: Proposed Agreement with CorVel Corporation for Third Party Claims

Administration for Workers' Compensation and Liability

I have reviewed the above captioned agreement for form and legality. The general business terms and other significant provisions are as follows:

- 1) Department/Division involved Human Resources & Risk Management
- 2) Type of Agreement Agreement for Third Party Administration Services
- 3) Method of Procurement (RFP, bid, etc.) RFP
- 4) Term of Contract
 - a) initial Nine mths.
 - b) renewals (if any) Two one-year renewals
 - c) who exercises option to renew Renewals are automatic.
- 5) Contract Amount \$271,000 per yr. (est.).
- 6) Termination rights Either party can terminate without cause by giving 90 days' notice.
- 7) Indemnity/Insurance Requirements None.
- 8) Scope of Services Vendor will provide third party claims administration for workers' compensation and liability.
- 9) City's prior experience with Vendor (if any) –
- 10) Other significant provisions None.
- cc: Wazir A. Ishmael, Ph.D., City Manager