



VINCENT C. GRAY MAYOR

APR 8 2013

The Honorable Phil Mendelson Chairman Council of the District of Columbia John A. Wilson Building 1350 Pennsylvania Avenue, N.W., Suite 402 Washington, D.C. 20004

Dear Chairman Mendelson:

Enclosed for consideration and approval by the Council of the District of Columbia is proposed emergency legislation, the "Contract DCRK-2008-C-0042 Modification Approval and Payment Authorization Emergency Act of 2013" and the corresponding declaration resolution to approve Modification Nos. 5 and approve payment to Sedgwick, CMS to provide services to operate the District's Self-Insured Worker's Compensation Program (currently known as Disability Compensation Program (DCP) until a new contract award has been made on or before April 30, 2013.

Council action is necessary to approve the modifications, which increase the total contract amount for partial option year two to \$1,507,711.25.

The agency Chief Financial Officer has certified that funding is available.

As always, I am available to discuss any questions you may have regarding the contract. In order to facilitate a response to any questions, please have your staff contact Deborah White, Contract Officer, at 724-4793.

I urge you to take prompt and favorable action regarding the enclosed legislation.

Sincerely,

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Enclosures

Chairman Phil Mendelson at the request of the Mayor A PROPOSED RESOLUTION IN THE COUNCIL OF THE DISTRICT OF COLUMBIA To declare the existence of an emergency with respect to the need to approve Modification Nos. 3, 4 and 5 to Contract DCRK-2008-C-0042 with Sedgwick Claims Management Services, Inc., to provide third party claims administration services for the District's Self-insured Workers' Compensation Program and to authorize payment for the goods and services received and to be received under that contract. RESOLVED, BY THE COUNCIL OF THE DISTRICT OF COLUMBIA, That this resolution may be cited as the "Contract DCRK-2008-C-0042 Modifications Approval and Payment Authorization Emergency Declaration Resolution of 2013". Sec. 2. (a) There exists a need to approve Modification Nos. 3, 4 and 5 to Contract DCRK-2008-C-0042 with Sedgwick Claims Management Services, Inc. ("Sedgwick") to provide third party claims administration services for the District's Self-insured Workers' Compensation Program and to authorize payment for the goods and services received and to be received under the contract. (b) On October 26, 2012, by Modification No. 3, the Office of Contracting and Procurement, on behalf of the Office of Risk Management, ("OCP") exercised a partial option of option year two of Contract DCRK-2008-C-0042 with Sedgwick in the amount of \$603,084.50 for the period from December 1, 2012 through January 31, 2013.

(c) On January 8, 2013, by Modification No. 4, the OCP exercised another partial 1 option of option year two in the amount of \$301,542.25 for the period of February 1, 2 2013 through February 28, 3013. 3 (d) On February 27, 2013, by Modification No. 5, the OCP exercised another 4 partial option of option year two in the amount of \$603,084.50 for the period of March 1, 5 6 2013 through April 30, 3013, which increased the total amount for option year two to 7 \$1,507,711.25. (e) Approval is necessary to allow the continuation of these vital services. 8 9 Without this approval, Sedgwick cannot be paid for services provided in excess of 10 \$1,000,000.00 for option year two. 11 Sec. 3. The Council of the District of Columbia determines that the 12 circumstances enumerated in section 2 constitute emergency circumstances making it 13 necessary that the Contract DCRK-2008-C-0042 Modifications Approval and Payment

Authorization Emergency Act of 2013 be adopted after a single reading.

Sec. 4. This resolution shall take effect immediately.

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