



To: City Council Finance Committee
From: Raymond F. Sibley, Director Risk Management
Date: October 13, 2014

RE: Extension of Agreement with Occupational Health Centers of the Southwest, PA., PC. (Concentra)

This is a request to approve the addition of dollars and the extension of the current agreement between the City and Occupational Health Centers of the Southwest to provide primary medical care services to City Employees utilizing the City's Workers Compensation program.

All employers in Colorado are required to provide a choice of medical providers to their employees who are injured on the job and utilize the organizations Workers' Compensation Program. The Denver Health Occupational Clinic is the City's historic medical service provider. In 2008 the Denver Municipal Code section 18 Article VII was revised to provide a process for the selection of the additional provider to comply with state law.

Pursuant to the revised Denver Municipal Code a competitive process was held in 2013 to select an additional service provider. Occupational Health Centers of the Southwest, the provider we have used since 2008 was the successful proposer and a contract was entered into effective 1/1/2014. Usage of Concentra has increased over the last 5 years and it is necessary to add funding to the current contract due to higher usage by City employees. We are also extending the contract as originally intended in the request for proposal.

Year	# of Claimants	Amount Paid
2012	220	\$245,681
2013	496	\$558,205
2014*	540	\$652,915

*Projected

Our current agreement with Occupational Health Centers of the Southwest is for \$400,000, based on the increased usage by City employees, we are increasing the contract to \$1,800,000 and extending services through 12/31/2016.

Please contact me if you have any questions or if you require any additional information.

