

ORDINANCE NO. 185879

*Amend contract with Managed Healthcare Northwest to increase compensation in order to allow for payment of one-half of the discounted medical provider services shared with the Bureau of Fire and Police Disability and Retirement (Ordinance; amend Contract No. 30000931).

The City of Portland ordains:

Section 1. The Council finds:

1. On January 1, 2010, the Bureau of Fire and Police Disability and Retirement (FPDR) entered into Contract No. 30000931 with Managed Healthcare Northwest (MHN) to provide discounted medical provider services to participants of the FPDR's disability program.
2. Under the MHN contract, the FPDR shares 50 percent of an 11 percent provider discount with MHN.
3. The payment to MHN for their share of the discount has been facilitated by the FPDR's medical bill audit vendor, ExamWorks (formerly Health Cost Management).
4. ExamWorks has advised the FPDR that it will not be renewing their contract with FPDR for medical bill audit services and ExamWorks will no longer be receiving compensation from the FPDR for medical bill audit services. The FPDR has, therefore, hired a permanent employee to provide in-house bill audit services.
5. The FPDR will now pay the 5.5 percent cost savings directly to MHN as part of the MHN contract.
6. In order to provide for that compensation to MHN, it is necessary to amend the MHM contract for additional compensation in an amount not to exceed \$120,000 for the remaining term of the contract.
7. By Resolution No. 473, the FPDR Board of Trustees approved an amendment to the contract for additional compensation substantially in accordance with the form attached hereto as Exhibit "A".
8. Funds are available in the FPDR budget.

NOW, THEREFORE, the Council directs:

- a. The FPDR Director is hereby authorized to execute an amendment to MHN Contract No. 30000931 in a form substantially in accordance with Amendment No. 1 to Contract No. 30000931 for managed occupational health care services for an additional \$40,000 per fiscal year. The compensation amount shall not exceed \$120,000 for the term of the contract.

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- b. The FPDR Director is hereby authorized to pay for said contract from the FPDR budget.

Section 2. The Council declares that an emergency exists in order that the discounted medical services continue as stated in Exhibit "A" without undue delay; therefore, this Ordinance shall be in force and effect from and after its passage by the Council.

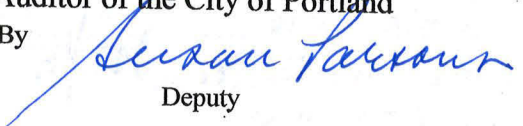
Passed by the Council: FEB 06 2013

Commissioner Dan Saltzman
Linda L. Jefferson/kk
January 28, 2013

LaVONNE GRIFFITH-VALADE

Auditor of the City of Portland

By

A handwritten signature in blue ink, appearing to read "Susan Larson", is written over the printed name of the Deputy Auditor.

Deputy

Agenda No.
ORDINANCE NO.
Title

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INTRODUCED BY Commissioner/Auditor: Dan Saltzman	CLERK USE: DATE FILED <u>FEB 01 2013</u>
COMMISSIONER APPROVAL Mayor—Finance and Administration - Hales Position 1/Utilities - Fritz Position 2/Works - Fish Position 3/Affairs - Saltzman Position 4/Safety - Novick	LaVonne Griffin-Valade Auditor of the City of Portland By: <u>[Signature]</u> Deputy
BUREAU APPROVAL Bureau: Fire & Police Disability & Retirement Bureau Head: Linda L. Jefferson <u>[Signature]</u>	ACTION TAKEN:
Prepared by: Linda L. Jefferson/kk Date Prepared: January 28, 2013	
Financial Impact & Public Involvement Statement Completed <input checked="" type="checkbox"/> Amends Budget <input type="checkbox"/>	
Portland Policy Document If "Yes" requires City Policy paragraph stated in document. Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>	
Council Meeting Date <u>February 6th, 2013</u>	
City Attorney Approval: required for contract, code, easement, franchise, comp plan, charter <u>[Signature]</u>	

AGENDA TIME CERTAIN <input type="checkbox"/> Start time: _____ Total amount of time needed: _____ (for presentation, testimony and discussion)
CONSENT <input checked="" type="checkbox"/>
REGULAR <input type="checkbox"/> Total amount of time needed: _____ (for presentation, testimony and discussion)

FOUR-FIFTHS AGENDA	COMMISSIONERS VOTED AS FOLLOWS:		
		YEAS	NAYS
1. Fritz	1. Fritz	✓	
2. Fish	2. Fish	✓	
3. Saltzman	3. Saltzman	✓	
4. Novick	4. Novick	✓	
Hales	Hales	✓	