



CITY OF

PORTLAND, OREGON

FIRE AND POLICE DISABILITY AND RETIREMENT FUND

Room 1236, Portland Building
1120 S.W. 5th Avenue
Portland, Oregon 97204
(503) 823-6823

FAX: (503) 823-5166
Edwin L. Freeman, Fund Administrator

RESOLUTION NO. 281

WHEREAS, Section 5-306(e) of the Fire and Police Disability, Retirement and Death Benefit Plan (Plan) authorizes the Board of Trustees of the Fire and Police Disability and Retirement Fund (Board) to join with the City in purchasing services for and administering service-connected and occupational disability claims, and

WHEREAS, the Board is desirous of having Ethix Pacific provide the case management services described in Section 1(a) (2) of the existing contract between the City and Ethix Pacific (Contract No. 50111) in connection with certain service-connected and occupational disability claims received by the Board, and

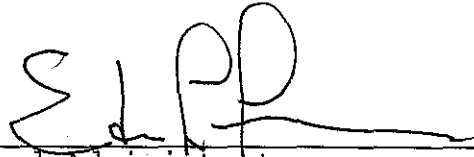
WHEREAS, Ethix Pacific is willing to provide such services to the Board, as requested by the Fund Administrator, and

WHEREAS, an appropriate form of agreement amending Contract No. 50111 between the City of Portland and Ethix Pacific is attached hereto as Exhibit A and by this reference made a part hereof.

NOW, THEREFORE, BE IT RESOLVED by the Board of Trustees of the Fire and Police Disability and Retirement Fund that the Fund Administrator be and hereby is authorized to request from Ethix Pacific those case management services referred to in Exhibit A.

BE IT FURTHER RESOLVED that the Board of Trustees agrees to compensate Ethix Pacific, for any case management services requested by the Fund Administrator, at the rate of \$85 per hour for large case management and 25% of savings, up to a maximum of \$7,500, for large claim negotiation.

ADOPTED by the Board of Trustees on this 10th day of January 1995.


Fund Administrator

AMENDMENT TO THE AGREEMENT FOR SERVICES

This agreement amends contract number 50111 between the City of Portland (City), Bureau of Administrative Services, Risk Management Division, 1120 S.W. Fifth Avenue, Portland OR 97204, and Ethix Pacific (Contractor) for the provision of case management services to the City of Portland.

RECITAL:

1. Whereas the Contractor is engaged in business to provide case management services,
2. Whereas the Contract has been providing case management services to City of Portland employee CitySelect self-insured medical plan participants since July 1991, and
3. Whereas the Portland Fire and Police Disability and Retirement Fund (Fund) desire case management services for Fund participants.

AGREEMENT:

The Contractor agrees to provide case management services to the Fund. These services include those services outlined in Section 1 (a) (2) of the existing agreement. The Fund will not be accessing the hospital precertification services at this time. Cases may be referred for initial evaluation to case management staff by the Fire and Police Pension Fund. The Fund Administrator may elect to use the case management referral guidelines provided by the Contractor.

The City agrees to compensate at a rate of \$85 per hour for large case management and 25 % of savings, up to a maximum of \$7,500 for large claim negotiation.

All other terms and conditions of the contract shall remain the same.

Contractor

By

Date

Tax ID Number

Business License Number

Approved as to Form:

William Selby
Senior Deputy City Attorney

City of Portland

By: _____
Vera Katz, Mayor

Date: _____

By: _____
Barbara Clark, Auditor

Date: _____



CITY OF

PORTLAND, OREGON

FIRE AND POLICE DISABILITY AND
RETIREMENT FUND

Room 1236, Portland Building

1120 S.W. 5th Avenue

Portland, Oregon 97204

(503) 823-6823

FAX: (503) 823-5166

Edwin L. Freeman, Fund Administrator

January 13, 1995

Auditor Barbara Clark
1220 SW 5th Avenue, Room 202
Portland, OR 97204

Dear Auditor Clark:

The Board of Trustees of the Fire and Police Disability and Retirement Fund asked me to communicate with you on several issues.

First, I am enclosing a memo from Mr. Gavette of your office which we are not sure you have seen. Mr. Gavette explains in the memo how he was misquoted or his remarks were not used or taken in full context. We who have had dealings with the Willamette Week can appreciate his concerns.

Secondly, the Board of Trustees wanted you advised of what actions have been taken since your report "Managing Employee's Injuries," was issued in November, 1994. On January 10, 1995, the Board adopted Resolutions 280 and 281 which relate to the administration of our medical claims system. Resolution 280 involves joining with the City in the purchase of services from Associated Third Party Administrators (ATPA) to administer and monitor claims under the City's Preferred Providers Organization (PPO) agreement. As you know, this office is about to conduct a "Sales and Information Campaign" with our membership encouraging them to use our PPO Providers. The Board earlier adopted a policy that use of the PPO Providers would become mandatory in December, 1995, with some necessary exemptions.

Resolution 281, adopted by the Board, undertakes an agreement with Ethix Pacific to provide case management services for our members who have suffered serious and longterm, recovery-type injuries. Both of these actions should reduce costs to the Fund over time in the medical claims area.

I am also pleased to report that we begin interviews today for a Claims Examiner (Facilitator). We have had several conversations with Linda Jefferson to educate ourselves as to how this will benefit our claims process.

Page 2
Auditor Clark

Please call me if you have any questions.

Very truly yours,



EDWIN L. FREEMAN
Fund Administrator

ELF:rw

Enclosures

rw\board\clark.res

cc: Mayor Katz
Commissioner Blumenauer
Commissioner Hales
Commissioner Kafoury
Commissioner Lindberg
Dick Tracy, Director of Audits