SHELBY COUNTY BOARD OF COMMISSIONERS
AGENDA ROUTE SHEET

Referred to Commission Committee (name) _____

For Commission Action on (date)_____

CA104610A

DESCRIPTION OF ITEM: Resolution amending the contract with Corvel Corporation for medical bill review services to add check writing and Medicare agent set aside services and increase the contract from $200,000 to $275,000 per year and this Resolution will require the additional expenditure of $75,000 of On-The-Job Injury funds. Sponsored by Commissioner Joe Ford.

CHECK ALL THAT APPLY BELOW:

_____ This Action does NOT require expenditure of funds.

___x____ This Item requires/approves expenditure of funds as follows (complete all that apply):

09 MAY 14 PM 1:20

County General Funds: $_____: County CIP Funds: $_____

State Grant Funds: $_____: State Gas Tax Funds: $_____

Federal Grant Funds: $_____

Other funds (Specify source and amount): $ 75,000 ON – THE – JOB Injury Fund

Other pass-thru funds (Specify source and amount): $_____

Originating Department: Human Resources

APPROVAL:

Dept. Head:	Michael Lewis (Type your name & phone #.)	(Initials)	5/14/09 (Date)
Elected Official:	_____ (Type your name & phone #.)	(Initials)	(Date)
Division Director:	Grace Hutchinson (Type your name & phone #.)	(Initials)	5/14/2009 (Date)
CIP- A&F Director:	_____ (Type your name & phone #.)	(Initials)	(Date)
Finance Dept.:	Mike Swift (Type your name & phone #.) Wheelards 5/14/09	MAL (Initials)	5/14/09 (Date)
County Attorney:	Lisa Kelly (Type your name & phone #.)	(Initials)	5/15/09 (Date)
CAO/Mayor:	James F. Huntzicker 545-4514 (Type your name & phone #.)	(Initials)	5/15/09 (Date)

SUMMARY

I. Description of Item

This resolution amends a contract with the Corvel Corporation to add two additional services. They are: Check writing and Medicare agent/set aside services. It will add $75,000 to the current $200,000 annual contract.

II. Source and Amount of Funding

The funds to pay for these services will come from the On-The-Job Fund. (967-930103-6634) The cost for these services will be $75,000.

III. Contract Items

A. Type of Contract - amendment

B. Terms - Through 6-30-2010

IV. Additional Information Relevant to Approval of this Item

The Administration recommends approval of this Resolution.

This amendment to our current contract with the Corvel Corporation will provide two additional services that must be in place by June 30, 2009. They are: check writing on all OJI medical vendor bills and Medicare agent/ set aside services. The check writing services are necessary to replace the current services provided by the Finance Department. They can no longer provide this service in an economical manner because of a new financial operating system they are installing July 1, 2009. The Medicare services are required by CMS (Center for Medicare Services) that will require us to report and establish set asides for Medicare eligible employees who have OJIs. This contract expires June 30, 2010 and will be re-bid within the next 12 months.

Item #_____ Prepared By: Jim Martin

Commissioner_____ Approved By: Lisa Kelly

Resolution amending the contract with Corvel Corporation for medical bill review services to add check writing and Medicare agent set aside services and increase the contract from $200,000 to $275,000 per year and this Resolution will require the additional expenditure of $75,000 OF On-The Job Injury funds. Sponsored by Commissioner Joe Ford

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WHEREAS, Shelby County Government, by Resolution item number 18 on December 3, 2007, entered into an Agreement with Corvel Corporation to provide Medical Bill Review services in an amount not to exceed $200,000 for Risk Management, a section of the Department of Human Resources, and

WHEREAS, The County is now being required to comply with new Medicare regulations as it pertains to reporting and providing set asides for Medicare eligible employees injured on the job; and

WHEREAS, The County is implementing a new financial system that will no longer allow the Finance Department to cut checks for OJI medical vendors in an economical manner; and

WHEREAS, Both of these services are required to be in place no later than June 30, 2009; and

WHEREAS, The Corvel Corporation is able to provide both check writing and Medicare agent/set aside services at a reasonable price by the June 30th deadline.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF COMMISSIONERS OF SHELBY COUNTY, That the Corvel Contract be amended to include check writing and Medicare agent/set aside services.

BE IT FURTHER RESOLVED, That the total cost of the contract be amended to increase the total amount from $200,000 to $275,000 per year to cover the cost of these additional services.

BE IT FURTHER RESOLVED, That the Mayor is hereby authorized to execute any documents necessary to carry out the intent of this Resolution.

BE IT FURTHER RESOLVED, That the Mayor and Director of Administration and Finance are authorized to draw their warrants and to take proper credit in the accounting therefor.

BE IT FURTHER RESOLVED, That this resolution shall take effect the date it is enacted the public welfare requiring it.

_____
A C Wharton, Jr.
Shelby County Mayor

DATE_____

ATTEST:

_____
Clerk of County Commission

ADOPTED _____

Amendment to Agreement

THIS AMENDMENT (hereinafter "Amendment") is made and entered into this 1st day of June 2009, by and between Shelby County Government (hereinafter "County") and Corvel Corporation (hereinafter "CorVel"); and

WHEREAS, the parties previously entered into an agreement (hereinafter "Agreement") dated July 1, 2008, for cost analysis/bill review services as described within RFP-#07-010-26, for a one-year term with two one year renewals; and

WHEREAS, the parties now desire to enter into this Amendment to add additional services.

NOW, THEREFORE, for and in consideration of the mutual promises of the parties to this agreement and other good and valuable consideration, the receipt of which is hereby acknowledged, the parties hereto do hereby agree to amend the Agreement as follows:

1. MEDICARE SET ASIDE REPORTS PROGRAM. CorVel shall provide the County with Medicare Set Aside Report services pursuant to the terms and conditions set forth in Schedule 1 attached hereto.
2. MEDICARE AGENT SERVICES. CorVell shall provide the County with Medicare Agent Services pursuant to the terms and conditions set forth in Schedule 2 attached hereto.
3. Amend Exhibit A to the Agreement with the attached pricing for the Medicare Agent services as reflected in Exhibit A to this Amendment as follows:

Engagement Fee:	$2500.00
Monthly Maintenance Fee	$1,000.00 per month
Per Claim Reporting Fee:	$15.00 per claim
MSA Allocation Report	$150.00 per hour
Special Research/Programming	$150.00 per hour

4. CHECKWRITING SERVICES. CorVel shall provide the County with Checkwriting Services pursuant to the terms and conditions set forth in Schedule 3 attached hereto.
5. Amend Exhibit A to the Agreement with the attached pricing for Checkwriting Services as reflected in Exhibit A to this Amendment as follows:

Checkwriting Fee	$4.50 per check

6. The cost for this amendment shall not exceed $75,000.

IN WITNESS WHEREOF, the parties have executed this agreement on the ___ day of _____ 2009.

APPROVED:

SHELBY COUNTY GOVERNMENT

_____
Contract Administrator
Assistant County Attorney

_____
A C WHARTON, JR., MAYOR

BUSINESS INFORMATION SYSTEMS

By: _____

Title: _____

STATE OF TENNESSEE
COUNTY OF _____

On this the ___ day of _____, 2009, before me personally appeared _____ to me known to be the person described in and who executed the foregoing instrument, and acknowledged that he executed the same as his free act and deed.

WITNESS my hand and Notarial Seal at office the day and year above written.

_____
Notary Public