

Mayor and Council Communication

DATE: 04/22/25

M&C FILE NUMBER: M&C 25-0352

LOG NAME: 14CONCENTRA-MEDSTAR TRANSITION

SUBJECT

(ALL) Authorize Amendment Number Two to the Agreement with Occupational Health Centers of the Southwest, P.A. DBA Concentra Medical Centers to Increase Spending Authority for Renewal Year Six by \$173,000.00 and Renewal Year Seven by \$183,000.00 for a Total Annual Spending Authority Up to \$523,977.00 and \$551,526.00 Respectively, Based on Current Needs and Line-Item Pricing in the Original Agreement for the Human Resources Department

RECOMMENDATION:

It is recommended that the City Council authorize amendment number two to the agreement with Occupational Health Centers of the Southwest, P.A. DBA Concentra Medical Centers to increase spending authority for renewal year six by \$173,000.00 and renewal year seven by \$183,000.00 for a total annual spending authority up to \$523,977.00 and \$551,526.00 respectively, based on current needs and line-item pricing in the original agreement for the Human Resources Department.

DISCUSSION:

The purpose of this Mayor and Council Communication (M&C) is to increase the annual spending authority for Occupational Health Centers of the Southwest, P.A., DBA Concentra Medical Centers by \$173,000.00 for renewal year six and \$183,000.00 for renewal year seven for a total annual spending authority up to \$523,977.00 and \$ 551,526.00, respectively.

City Council approved the contract with Occupational Health Centers of the Southwest, P.A. DBA Concentra Medical Centers on October 15, 2019 (M&C No. 19-0238; City Secretary Contract No. 53086). Approved amounts for renewal years six and seven under the initial M&C were \$350,977.00 and \$368,526.00 annually. The charges for the services provided by Concentra Medical Centers are on a line - item basis with the final calculation based on the number of City employees. The line - item cost has not changed since the inception of the agreement. However, the number of employees since the inception of the contract has increased.

Approval of this M&C would authorize an increase in spending authority for renewal year six and renewal year seven for amounts up to \$523,977.00 and \$551,526.00, respectively.

The estimated increase factors in the current and projected number of City employees subject to change.

Funding is budgeted in the General Operating & Maintenance category in the Risk Financing Fund for the Human Resources Department.

A Form 1295 is not required because: This M&C does not request approval of a contract with a business entity.

FISCAL INFORMATION / CERTIFICATION:

The Director of Finance certifies that funds are available in the current operating budget, as previously appropriated, in the Risk Financing Fund to support approval of the recommendation and execution of the amendment. Prior to any expenditure being incurred, the Human Resources Department has the responsibility to validate the availability of funds.

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Additional Information Contact: