

CITY OF LOS ANGELES

CALIFORNIA



ERIC GARCETTI
MAYOR

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City Clerk

GREGORY R. ALLISON
Executive Officer

When making inquiries relative to
this matter, please refer to the
Council File No.

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SHANNON HOPPES
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February 25, 2015

To All Interested Parties:

The City Council adopted the action(s), as attached, under Council File No. 12-0811-S1, at its meeting held February 24, 2015.



City Clerk
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PERSONNEL AND ANIMAL WELFARE COMMITTEE REPORT relative to proposed First Amendment to Contract No. C-120638 with Ventiv Technology, Inc. (formerly known as Aon eSolutions, Inc.) to provide an integrated system for the management of workers' compensation claims data.

Recommendation for Council action:

APPROVE and AUTHORIZE the General Manager, Personnel Department, to execute Amendment No. 1 to Contract No. C-120638 with Ventiv Technology, Inc. (Ventiv Technology) to formally recognize Ventiv Technology as the named contractor, subject to compliance with the City's contracting requirements, policies, and procedures and the review and approval of the City Risk Manager and City Attorney.

Fiscal Impact Statement: The City Administrative Officer (CAO) reports that funding is provided in the Human Resources Benefits Department No. 61, Fund No. 100, Contractual Services Account No. 003040 for this purpose. There is no impact to the Fiscal Year 2014-15 budget. As budgeted funds will be used to support the proposed expenditures and expenditures are limited to the appropriation of funds in the budget, the recommendation detailed in the February 9, 2015 CAO report, attached to the Council file, and in the above recommendation complies with the City's Financial Policies.

Community Impact Statement: None submitted.

Summary:

On February 17, 2015, your Committee considered a February 9, 2015 CAO report relative to proposed First Amendment to Contract No. C-120638 with Ventiv Technology (formerly known as Aon eSolutions, Inc. [Aon]) to provide an integrated system for the management of workers' compensation claims data. According to the CAO, on August 29, 2014, Aon was acquired by Symphony Technology Group, a private equity firm, and on September 2, 2014, Aon changed its name to Ventiv Technology. Ventiv will assume all of the rights and contractual obligations for the provision of services under Contract No. C-120638. Approval of Amendment No. 1 will formally recognize the Contractor's corporate reorganization and exercise the City's option to continue the services provided under the contract.

In June 2012, Council approved and authorized the General Manager of the Personnel Department to execute a professional services agreement with Aon to provide new, updated computer software and systems for the management of workers' compensation claims data (Council File No. 12-0811). Specifically, Aon would implement its iVOS claims administration systems software to replace three City applications, LINX (the workers' compensation claims management system), A-1 Law (the workers' compensation litigation system), and eFio (the workers' compensation document imaging, management, and workflow system). The five-year term of the contract is from June 30, 2012 to June 29, 2017 with total contract compensation not to exceed a little over \$3 million.

The new iVOS system went live in May 2014. Annual contract expenditures consist of hosting fees of about \$193,000 and may include expenditures for the implementation of optional modules and interfaces within the new system. Total expenditures on the contract to date are about \$1.7 million. Personnel anticipates spending up to the maximum amount authorized on the contract.

After consideration and having provided an opportunity for public comment, the Committee moved to recommend approval of Amendment No. 1 as detailed in the February 9, 2015 CAO report and in the above recommendation. This matter is now submitted to Council for its consideration.

Respectfully Submitted,

PERSONNEL AND ANIMAL WELFARE COMMITTEE



<u>MEMBER</u>	<u>VOTE</u>
KORETZ:	YES
O'FARRELL:	YES
FUENTES:	ABSENT

ARL
2/17/15

ADOPTED

FEB 24 2015

LOS ANGELES CITY COUNCIL

-NOT OFFICIAL UNTIL COUNCIL ACTS-