

RESOLUTION NO.

A RESOLUTION EXTENDING THE AGREEMENT FOR WORKERS' COMPENSATION CLAIMS THIRD PARTY ADMINISTRATION SERVICES

WHEREAS, The City of Salinas and CorVel Enterprise Claims, Inc (“CorVel”) first entered into an Agreement for Professional Services effective July 1, 2014, pursuant to which CorVel agreed to provide professional third-party workers’ compensation claims administration services to the City in exchange for compensation, paid by the City (the “Agreement”); and

WHEREAS, CorVel continues to perform those services satisfactorily and to meet the City’s workers’ compensation claims administration needs; and

WHEREAS, the existing agreement will expire on June 30, 2026; and

WHEREAS, the City and CorVel desire to enter into a contract amendment for three additional one-year renewals. For the first additional one-year renewal authorized hereby, the total annual amount to be paid by the City to CorVel for Claims Administration Services shall be at a rate of \$249,000. At the beginning of the second one-year period, this rate shall adjust to \$256,470. At the onset of the third and final one-year period, the rate shall adjust to \$264,164. The three-year contract extension for the administration of the City’s Workers’ Compensation Program shall not exceed \$769,634.

NOW, THEREFORE, BE IT RESOLVED that the Salinas City Council hereby authorizes an amended Agreement for three one-year renewals with CorVel for the administration of the City Workers’ Compensation Program; and

BE IT FURTHER RESOLVED that the Salinas City Council hereby authorizes the City Manager to sign the amendment between the City of Salinas and CorVel.

PASSED AND APPROVED this 30th day of June, 2026, by the following vote:

AYES:

NOES:

ABSENT:

ABSTAIN:

APPROVED:

Dennis Donohue, Mayor

ATTEST:

Patricia M. Soratos, City Clerk