



**THE PORT
OF LOS ANGELES**
Executive Director's
Report to the
Board of Harbor Commissioners

DATE: SEPTEMBER 19, 2019

FROM: HUMAN RESOURCES

**SUBJECT: RESOLUTION NO. _____ - FIRST AMENDMENT TO
AGREEMENT NO. 17-3466 BETWEEN THE CITY OF LOS ANGELES
HARBOR DEPARTMENT AND WESTERN MEDICAL GROUP**

SUMMARY:

Staff requests approval of the First Amendment to Agreement No. 17-3466 (Agreement) which assigns the Agreement from Western Medical Group to Occupational Health Centers of California ("OHCC"), following OHCC's February 2019 acquisition of Western Medical Group. All other terms and conditions of the Agreement remain unchanged.

Agreement No. 17-3466 is a three-year agreement, which the Board of Harbor Commissioners (Board) approved at its February 16, 2017 meeting, with a not-to-exceed amount of \$165,000. The services consist primarily of pre-employment and annual medical evaluations. Additional services include providing first aid treatment and ensuring medical compliance with state and federal medical requirements for occupational licenses.

The City of Los Angeles Harbor Department (Harbor Department) will continue to be financially responsible for payment of expenses incurred under this Agreement.

RECOMMENDATION:

It is recommended that the Board of Harbor Commissioners:

1. Find that the Director of Environmental Management has determined that the proposed action is administratively exempt from the requirements of the California Environmental Quality Act (CEQA) under Article II, Section 2(f) of the Los Angeles City CEQA Guidelines;
2. Approve the proposed First Amendment to assign Agreement No. 17-3466 to Occupational Health Centers of California;
3. Authorize the Executive Director to execute and the Board Secretary to attest to the First Amendment to Agreement No. 17-3466; and
4. Adopt Resolution No. _____.

SUBJECT: FIRST AMENDMENT TO AGREEMENT NO. 17-3466 WITH WESTERN MEDICAL GROUP

DISCUSSION:

Background and Context – On February 16, 2019, Western Medical Group was acquired by OHCC, a Medical Corporation, which is a managed professional entity of Concentra Health Services, Inc., dba Concentra Medical Centers. As a part of the acquisition, OHCC assumed all rights, liabilities and obligations in Agreement No. 17-3466. OHCC has agreed to continue services previously provided by Western Medical Group and will perform these services through its extensive network of occupational health facilities. Agreement No. 17-3466 is a three-year agreement, which the Board approved at its February 16, 2017 meeting, with a not-to-exceed amount of \$165,000. Western Medical Group has provided medical services to the Harbor Department since 2003. The Harbor Department requires occupational medical services consisting primarily of examinations of prospective and current employees to determine their physical abilities to perform job duties, medical examinations for reasonable suspicion and federally mandated drug testing, and first aid treatment for minor workplace injuries.

To date \$66,250.00 has been spent under the Agreement with an estimated amount of \$29,943.00 in invoices that have not been processed because of the acquisition. When combined, this totals an estimated \$96,193.00 in incurred expenditures under the Agreement.

ENVIRONMENTAL ASSESSMENT:

The proposed action is the approval of a proposed First Amendment to the Agreement to reflect a change in the vendor's name due to the acquisition, which is an administrative activity. Therefore, the Director of Environmental Management has determined that the proposed action is administratively exempt from the requirements of CEQA in accordance with Article II Section 2(f) of the Los Angeles City CEQA Guidelines.

FINANCIAL IMPACT:

The proposed First Amendment is administrative in nature to reflect a company name change. The Harbor Department will continue to be responsible for payments under the Agreement not-to-exceed the amount of \$165,000. All services previously provided in accordance with the Agreement by Western Medical Group will be performed by OHCC through its extensive network of occupational health facilities.

CITY ATTORNEY:

The Office of the City Attorney has reviewed and approved the First Amendment to Agreement No. 17-3466 as to form and legality.

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SUBJECT: FIRST AMENDMENT TO AGREEMENT NO. 17-3466 WITH WESTERN
MEDICAL GROUP

TRANSMITTAL:

1. Proposed First Amendment to Agreement No. 17-3466 between the City of Los Angeles Harbor Department and Western Medical Group.

FIS Approval: *MB*
CA Approval: *me*

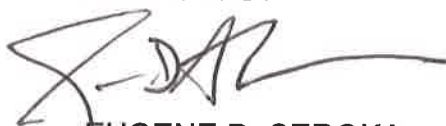


TISH LORENZANA
Director of Human Resources



MARLA BLEAVINS
Deputy Executive Director &
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APPROVED:



EUGENE D. SEROKA
Executive Director

TL/kr

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