Supplement B Department of Budget and Management ACTION AGENDA June 19, 2019



DBM 1B

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1-S UNINSURED EMPLOYERS FUND

Contract ID: Worker's Compensation Third Party Claims Administration Professional Services ADPICS# C96B9400002

Contract Description: Provide third party claims administration by processing and investigating all relevant Uninsured Employers Fund (UEF) claims. UEF claims shall include all workers compensation claims found compensable by the Maryland Worker's Compensation Commission where a claimant is found to have been employed by an uninsured employer.

Award: CorVel Enterprise Corp., Inc.

Baltimore, MD

Term: 7/5/2019 (or earlier upon Board approval) - 6/30/2024

Amount: \$16,410,311 (5 Years)

Procurement Method: Competitive Sealed Proposals

Proposals:

Offerors	Technical Ranking	Total Evaluated Financial Proposal / Ranking (5 Years)	Overall Ranking
CorVel Enterprise Corp., Inc. Irvine, CA	1	\$16,410,311 (2)	1
York Risk Services Group Parsippany, NJ	2	\$13,401,428 (1)	2

MBE/VSBE Participation: 10% / 1%

Performance Security: None

Incumbent: Same

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DBM 2B

1-S UNINSURED EMPLOYERS FUND (cont'd)

Requesting Agency Remarks: A notice of the availability of the Request for Proposals (RFP) was advertised on *eMaryland Marketplace*. Copies of the solicitation notice were sent directly to six prospective vendors, none of which are Maryland firms, and included no MBEs. A copy was also sent to the Governor's Office of Small, Minority, and Women Business Affairs.

Five proposals were received in response to the RFP, two of which were determined to be reasonably susceptible of being selected for award. CorVel Enterprise Corp., Inc. (CorVel) was ranked #1 overall with the highest ranked technical proposal. The lowest priced proposal was ranked second technically, but its price advantages did not outweigh the technical advantages of CorVel. Therefore, award is recommended to CorVel as having the more advantageous offer to the State.

The Uninsured Employers' Fund protects employees whose employers do not have workers' compensation insurance. UEF reviews, investigates, litigates and pays claims by employees (or their dependents in case of death) who have not been insured or compensated properly by their employer. UEF also recovers benefits and medical expenses paid out on claims.

A 10% MBE participation goal and 1% VSBE participation goal were established for this contract based on the limited number of certified minority and veteran owned businesses that provide claims adjustment and claims investigation services.

Fund Source: 100% Special (UEF)

Appropriation Code: C96J00.01

Resident Business: No.

MD Tax Clearance: 19-1679-1111

BOARD OF PUBLIC WORKS ACTION – THIS ITEM WAS:

APPROVED

DISAPPROVED

DEFERRED

WITHDRAWN

WITH DISCUSSION

WITHOUT DISCUSSION