

PRINCE GEORGE'S COUNTY COUNCIL
COMMITTEE REPORT
2022 Legislative Session

Reference No.:	CR-081-2022
Draft No.:	1
Committee:	Committee of the Whole
Date:	09/06/2022
Action:	FAV

REPORT: Favorable 8-0-2: Council Members Hawkins, Dernoga, Franklin, Glaros, Harrison, Ivey, Medlock, Streeter, Turner, and Taveras. Absent: Streeter.

The Prince George's County Council convened as the Committee of the Whole on September 6, 2022, to consider CR-081-2022. As proposed, CR-081-2022 would approve a multi-year contract with Sedgwick Claims Management Services, Inc., to provide third-party administration services for workers' compensation, auto, third-party liability, and property claims for a five (5) year period. The contractor also will administer the Prince George's County Board of Education Auto Liability Fund. According to the Office of Finance, the cost for the participating agencies is approximately \$4.8 million for Year one (1). It is estimated to remain at the same level for years 1 – 5 of the initial contract periods. The contract expires after five (5) years or until the extended years for the contract are no longer renewed. The cost for each additional year of the contract cannot exceed three percent (3%) of the cost from the previous year.

The Office of Finance supports the current version of CR-081-2022, and there are no recommendations for any additional amendments.

During the Committee discussion, questions were raised about the company's location, auxiliary services, and whether the company had received a procurement waiver. It was stated by Linda Allen, Deputy Director, Office of Finance, that the company had received a waiver.

The Office of Law reports CR-081-2022 to be in proper legislative form with no impediments to its adoption.

The Policy Group reports that the adoption of CR-081-2022 will require increased additional expenditures in the form of annual payments totaling \$23,745,645 over five years.

After discussion, the Prince George's County Council, sitting as the Committee of the Whole, reported CR-081-2022 out favorably 8-0-2.