COUNTY OF LOS ANGELES
DEPARTMENT OF AUDITOR-CONTROLLER

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August 8, 2013

TO: Supervisor Mark Ridley-Thomas, Chairman
Supervisor Gloria Molina
Supervisor Zev Yaroslavsky
Supervisor Don Knabe
Supervisor Michael D. Antonovich

FROM: Wendy L. Watanabe
Auditor-Controller

SUBJECT: **PROPOSITION A CONTRACT - CHIEF EXECUTIVE OFFICE WORKERS' COMPENSATION CLAIMS THIRD-PARTY ADMINISTRATION SERVICES (Board Agenda August 13, 2013, Item 17)**

Item 17 on your Board's Agenda for August 13, 2013 is a request from the Chief Executive Office (CEO) to approve a Proposition A contract with Sedgwick Claims Management Services, Inc., to provide Workers' Compensation Claims Third-Party Administration services for Unit 4 (i.e., Departments of Probation, Public Works, and Public Social Services) of the County's Workers' Compensation Program.

We have reviewed and approved the Proposition A cost analysis prepared by the CEO, which indicates that the contract is cost effective. The contract complies with the Living Wage Ordinance and does not include a Cost of Living Adjustment.

Please call me if you have any questions, or your staff may contact Robert Smythe at (213) 253-0101.

WLW:RS

c: William T Fujioka, Chief Executive Officer
Sachi A. Hamai, Executive Officer, Board of Supervisors
Public Information Office
Audit Committee