LOS ANGELES COUNTY DISTRICT ATTORNEY

211 WEST TEMPLE STREET LOS ANGELES, CA 90012 (213) 974-3500

ADOPTED

December 17, 2024

BOARD OF SUPERVISORS COUNTY OF LOS ANGELES

The Honorable Board of Supervisors County of Los Angeles 383 Kenneth Hahn Hall of Administration 500 West Temple Street Los Angeles, California 90012

Dear Supervisors:

December 17, 2024 52

> Edward eyn **EXECUTIVE OFFICER**

AUTHORIZE THE LOS ANGELES COUNTY DISTRICT ATTORNEY'S OFFICE TO ENTER INTO GRANT AWARD AGREEMENTS AND ACCEPT GRANT FUNDS FROM THE STATE OF CALIFORNIA DEPARTMENT OF INSURANCE FOR THE AUTOMOBILE INSURANCE FRAUD, DISABILITY AND HEALTHCARE INSURANCE FRAUD, WORKERS' COMPENSATION INSURANCE FRAUD PROGRAMS FOR FISCAL YEAR 2024-25, AND ORGANIZED AUTOMOBILE FRAUD ACTIVITY INTERDICTION PROGRAM FOR FISCAL YEAR 2024-25, THROUGH FISCAL YEAR 2026-27, AND APPROVE THE APPROPRIATION ADJUSTMENTS (ALL DISTRICTS) (3-VOTES)

SUBJECT

The Automobile Insurance Fraud (AIF), Disability and Healthcare Insurance Fraud (DHIF), Workers' Compensation Insurance Fraud (WCIF), and Organized Automobile Fraud Activity Interdiction (URBAN) Programs support enhanced investigation and prosecution of automobile insurance fraud activity, fraudulent disability and healthcare insurance claims, workers' compensation fraud, and organized automobile fraud activity interdiction cases, respectively. The Los Angeles County District Attorney's Office (LADA) is requesting the Board to sign the attached Resolutions required to enter into Grant Award Agreements (GAA) with the State of California Department of Insurance (CDI) for AIF, DHIF, and WCIF grant funds for Fiscal Year (FY) 2024-25, and URBAN grant fund for FY 2024-25, through FY 2026-27. CDI has awarded the LADA with \$3,816,574 for AIF, \$1,380,804 for DHIF, \$7,541,750 for WCIF Programs for FY 2024-25; and \$5,476,611 for URBAN Program for three (3) FYs (\$1,825,537 per FY) from FY 2024-25, through FY 2026-27, to support enhanced investigation and prosecution of fraud activity and financial abuse. The LADA requests authorization to accept grant funds from CDI in the total amount of \$18,215,739 with no required County match. In addition, approval of the appropriation adjustment is requested.

IT IS RECOMMENDED THAT YOUR BOARD:

- 1. Authorize the LADA to accept grant funds and enter into an agreement with CDI for AIF, DHIF, and WCIF Programs in the total amount of \$12,739,128, for the period of July 1, 2024, through June 30, 2025; and for URBAN Program in the total amount of \$5,476,611, for the period of July 1, 2024, through June 30, 2027. There is no required County match for these grants.
- 2. Request the Chair of the Board of Supervisors to sign and affix a wet, stamp, or electronic signature to the attached Resolutions required to enter into GAA with CDI for AIF, DHIF, WCIF, and URBAN Programs.
- 3. Approve the attached appropriation adjustment in order to align the LADA's budget with the grant awards.
- 4. Delegate authority to the District Attorney (DA), or designee, to execute the GAA and serve as Project Director for the programs. This also includes authorization to sign and approve any revisions, subsequent amendments, modifications, and/or extensions to CDI grant agreements that have no net County cost impact to the County of Los Angeles.
- 5. Delegate authority to the DA, or designee, to award and execute investigative consultant agreements, approved as to form by County Counsel, and award CDI Grant funding to support the investigation and prosecution in AIF, DHIF, WCIF, and URBAN, as approved by the CDI, up to a total of \$90,000 across all four CDI grant programs, provided that LADA procures these services through a competitive bid process and notifies your Board and the Chief Executive Office, in writing, within thirty (30) days of the execution of the agreement. This delegated authority shall expire on June 30, 2025.

PURPOSE/JUSTIFICATION OF RECOMMENDED ACTION

The LADA received the release of FY 2024-25 Request for Applications (RFAs) from CDI for the AIF on March 6, 2024, DHIF on February 28, 2024, WCIF on February 28, 2024, and URBAN on March 13, 2024. The objective of these programs is to promote coordination and active partnerships in anti-fraud efforts and to continue the LADA's commitment to assist and protect consumers of life insurance and annuity products by enhancing the prosecution of life and annuity financial abuse.

The attached Resolutions require Board adoption as part of the GAA. The attached Resolutions have been approved as to form by County Counsel and adoption of the Resolutions will satisfy County and State requirements.

Accordingly, the LADA submitted a grant application to CDI for AIF on June 24, 2024, DHIF on June 11, 2024, WCIF on April 24, 2024, and URBAN on July 1, 2024. CDI provided an award letter for AIF on September 6, 2024, DHIF on July 21, 2024, WCIF on July 10, 2024, and URBAN on September 6, 2024.

CDI will provide the LADA with the GAAs for funds awarded to the AIF, DHIF, WCIF, and URBAN Programs once the adopted Resolutions are received.

Board approval is required to accept grant funds from CDI for AIF, DHIF, and WCIF Programs for FY 2024-25, and URBAN Program for FY 2024-25 through FY 2026-27.

<u>IMPLEMENTATION OF STRATEGIC PLAN GOALS</u>

Approval of the recommended action is consistent with the Los Angeles County Strategic Plan, North Star No.1, Make Investments that Transform Lives: Los Angeles County is a highly responsive organization investing in solutions that address our most complex societal challenges (health, jobs, housing, food insecurity, and recidivism) affecting our most vulnerable communities – one person at a time; and North Star No.3, Realize Tomorrow's Government Today: The increasingly dynamic and complex environment challenges our collective abilities to respond to public needs and expectations. Los Angeles County is an innovative, flexible, effective, and transparent partner focused on advancing the common good and being fiscally responsible.

FISCAL IMPACT/FINANCING

The CDI administers the grant programs and the distribution of funds for enhanced investigation and prosecution of automobile insurance fraud cases, fraudulent disability and healthcare insurance fraud claims, workers' compensation fraud, and organized automobile fraud activity interdiction cases.

The CDI awarded a total of \$12,739,128 in grant funding for the LADA – AIF, DHIF, and WCIF programs for FY 2024-25, and a total of \$5,476,611 in grant funding for LADA – URBAN program for FY 2024-25, through FY 2026-27. There is no required County match for the programs. In addition, with the Board's delegated authority, LADA shall allocate up to \$90,000 from the grant awards for the immediate support services of investigation and prosecution, as needed.

Approval of the attached appropriation adjustment in the net decrease of \$3,650,000 is requested as follows to align to the LADA's budget with the grant awards.

- AIF Program Salaries and Employee Benefits appropriation of \$172,000 was overstated in the FY 2024-25 Final Adopted Budget and will be reduced from the total Salaries and Employee Benefits appropriation. This amount represents the difference between the grant award of \$3,816,574 (rounded to \$3,817,000) and the \$3,989,000 that was included in the LADA's FY 2024-25 Final Adopted Budget.
- DHIF Program Salaries and Employee Benefits appropriation of \$63,000 was overstated in the FY 2024-25 Final Adopted Budget and will be reduced from the total Salaries and Employee Benefits appropriation. This amount represents the difference between the grant award of \$1,380,804 (rounded to \$1,381,000) and the \$1,444,000 that was included in the LADA's FY 2024-25 Final Adopted Budget.
- WCIF Program Salaries and Employee Benefits appropriation of \$3,194,000 was overstated in the FY 2024-25 Final Adopted Budget and will be reduced from the total Salaries and Employee Benefits appropriation. This amount represents the difference between the grant award of \$7,541,750 (rounded to \$7,542,000) and the \$10,736,000 that was included in the LADA's FY 2024-25 Final Adopted Budget.
- URBAN Program Salaries and Employee Benefits appropriation of \$221,000 was overstated in the FY 2024-25 Final Adopted Budget and will be reduced from the total Salaries and Employee Benefits appropriation. This amount represents the difference between the grant award of \$1,825,537 (rounded to \$1,826,000) and the \$2,047,000 that was included in the LADA's FY 2024-25 Final Adopted Budget.

If funding for these programs were to be curtailed or terminated, an evaluation of this program would be conducted to determine whether the program would either be continued, with costs absorbed by the department, or discontinued with staff attrition or reallocation to vacant budgeted positions.

FACTS AND PROVISIONS/LEGAL REQUIREMENTS

Pursuant to Insurance Code Sections 1872.8(b)(1)(D) (AIF), 1872.85 (c)(2) (DHIF), and 1872.83(d) (WCIF), and 1874.8 (URBAN) CDI is authorized to award and distribute certain funds to District Attorneys submitting plans approved by the Fraud Division for the increased investigation and prosecution of automobile insurance fraud cases, fraudulent disability and healthcare insurance fraud claims, workers' compensation fraud, and organized automobile fraud activity interdiction cases, respectively. LADA has been awarded funding for the AIF for thirtyone (31) years, DHIF for nineteen (19) years, WCIF for thirty-two (32) years, and URBAN for twenty (20) years.

IMPACT ON CURRENT SERVICES (OR PROJECTS)

These programs do not propose attorney staff augmentation. Therefore, LADA is not subject to the Board Motion of December 15, 1998, requiring clearance with the Alternate Public Defender, Probation, Public Defender, and Sheriff's Departments.

CONCLUSION

Following Board approval, the Executive Officer-Clerk of the Board is requested to return a copy of the adopted Board Letter, and a copy of the executed Resolutions to Talin Keledjian, Los Angeles County District Attorney's Office, 211 West Temple Street, Suite 200, California, 90012-3205. Any questions may be directed to Ms. Keledjian at (213) 257-2804, or at TKeledjian@da.lacounty.gov.

Respectfully submitted,

NATHAN J. HOCHMAN

District Attorney

tk

Enclosures

c: Executive Officer, Board of Supervisors Chief Executive Officer County Counsel

Department

DISTRICT ATTORNEY'S OFFICE

Funding Agency

Department Head Signature

Grant Project Title and Description	AUTOMOBILE INSURANCE FRAUD	(AIF)	PROGRAM
Grant roject ride and isescription	ACTOMODILL INSCIPLING I RACD		

The objective of this program is to enhance prosecutorial efforts and criminal investigations of major auto insurance fraud rings, syndicates, gangs, and organizations in Los Angeles County. These grant funds will allow the Los Angeles County District Attorney's Office to continue its collaborative efforts with the State of California, Department of Insurance (CDI) to identify, investigate and prosecute organized automobile insurance fraud rings (staged accidents, cappers, etc.). Perpetrators also include unscrupulous doctors, chiropractors, lawyers, and others who profit from fraudulent automobile insurance claims.

Program

Grant Acceptance

			(Fed. G	rant #/State Bill or	Code #)	Į.	Deadlin _e	e
CALIFORNIA DEPAR	SURANCE CODE	§1872.8		N/A				
Total Amount of Grant Fundin	g \$3,816,	,574	Coun	ty Match	\$0			
Grant Period	Begin Date: July 1, 2024 End Date:					June 30	0, 202	5
Number of Personnel Hired Un	der This Grant	Fu	l Time:	6	Part '	Time:	1	3
9	Obligations Impos	sed on the County	When the	Grant Expires				
Will all personnel hired for this program be informed this is a grant-funded program?							No	
Will all personnel hired for this program be placed on temporary ("N") items?							No	
Is the County obligated to continue this program after the grant expires?							No	$\overline{\mathbf{x}}$
If the County is not obligated to continue this program after the grant expires, the Department will:								
a.) Absorb the program cost without reducing other services							No	X
b.) Identify other revenue sources (describe below)							No	X
on the many canes to verific believes (decerted believe)								
								
c.) Eliminate or reduce, as appropriate, positions/program costs funded by the grant.						<u>X</u>	No	
Impact of additional personnel or	existing space:			-				
None								
Other requirements not mentione	d above:							
None	***************************************							

Department DISTRICT ATTORNEY'S OFFICE

Funding Agency

Grant Project Title and Description

Department Head Signature

DISABILITY AND HEALTHCARE INSURANCE FRAUD (DHIF) PROGRAM

Program

Date //4324

Grant Acceptance

The objective of this program is to enhance the criminal investigation and prosecution of fraudulent disability and healthcare insurance claims in Los Angeles County. These grant funds will allow the Los Angeles County District Attorney's Office to successfully implement this program and reduce disability and healthcare insurance fraud through collaborative efforts with the State of California, Department of Insurance (CDI) and local law enforcement agencies.

CALIFORNIA DEPARTMENT OF INSURANCE						URANCE CODE §		1	N/A	
Total Amount of Grant Funding \$1,380,804				Count	ty Match	\$0				
Grant Period	Begin	egin Date: July 1, 2024			`	End Date:	,	June 30	0, 202	5
Number of Personnel Hired Under This Grant Full Time: 2							Part	Time:	1	.0
Obligations Imposed on the County When the Grant Expires										
Will all personnel hired for this	. •		•			ım?	Yes Yes	_X _X	No No	
Will all personnel hired for this program be placed on temporary ("N") items? Is the County obligated to continue this program after the grant expires?							Yes		No	${\mathbf{x}}$
If the County is not obligated to continue this program after the grant expires, the Department will:										
a.) Absorb the program cost without reducing other services							Yes		No	_X_
b.) Identify other revenue sources (describe below)						Yes		No	<u>X</u>	
c.) Eliminate or reduce, as appropriate, positions/program costs funded by the grant.							Yes	<u>X</u>	No	
Impact of additional personnel	on existi	ng space:								
None										
None										
Other requirements not mention	ed abov	e:								
None										
		- :								

GEORGE GASCÓN

Department DISTRICT ATTORNEY'S OFFICE

Department Head Signature

Grant Project Title and Description WORKERS' COMPENSATION INSURANCE FRAUD (WCIF) PROGRAM

The objective of this program is to enhance the identification, investigation, and prosecution of organized workers' compensation insurance fraud. These grant funds will allow the Los Angeles County District Attorney's Office to continue its collaborative efforts with the State of California, Department of Insurance (CDI) to investigate and prosecute those engaged in workers' compensation insurance fraud in Los Angeles County.

Funding Agency					(Fed. G	rant #/State Bill or	Code #)		Deadlin	
CALIFORNIA DEPARTMENT OF INSURANCE					CA INSURANCE CODE §1872.83				N/A	
Total Amount of Grant Fund	ing	\$7,541,	750		Count	ty Match	\$0		•	
Grant Period	Begin	Date:	July 1	, 2024		End Date:	,	June 3	0, 202	5
Number of Personnel Hired U	inder T	his Grant		Full	Time:	20	Part	Time:	1	.1"
	Obliga	tions Impos	ed on the Co	ounty V	hen the	Grant Expires				
Will all personnel hired for this	progran	be informed	d this is a gra	nt-fund	ed progra	ım?	Yes	<u>X</u>	No	
Will all personnel hired for this program be placed on temporary ("N") items?						Yes	X	No		
Is the County obligated to continue this program after the grant expires?							Yes		No	<u>X</u>
If the County is not obligated to continue this program after the grant expires, the Department will:										
a.) Absorb the program cost without reducing other services							Yes		No	<u>X</u>
b.) Identify other revenue sources (describe below)						Yes		No	<u>X</u>	
c.) Eliminate or reduce, as a	ppropria	te, positions/	program cos	ts funde	d by the	grant.	Yes	<u>X</u>	No	
Impact of additional personnel	on existi	ng space:								
^										
None										
Other requirements not mention	ed abov	e:								
None										

Date 1/4/3-21

Department

DISTRICT ATTORNEY'S OFFICE

Funding Agency

Crant Praiset Title and Description	ORGANIZED AUTOMOBILE INSURANCE FRAUD
Grant Project Title and Description	ACTIVITY INTERDICTION (URBAN) PROGRAM

The State Organized Automobile Fraud Interdiction Activity "Urban" Program combats organized automobile insurance fraud and economic auto theft activity in California's urban areas. This program is designed to increase the investigation and prosecution of this widespread crime in Los Angeles County. The Los Angeles County District Attorney's Office, with the collaboration of the California Highway Patrol, Department of Insurance, and the Los Angeles Police Department has broken up numerous staging gangs that have caused millions of dollars in losses.

Program

(Fed. Grant #/State Bill or Code #)

CALIFORNIA DEPARTMENT OF INSURANCE CA INSURANCE CODE §13						§1872.8		N/A	
Total Amount of Grant Funding \$5,476,611 County Match						\$0			
Grant Period	Begin Date: July 1, 2024 End Date:					•	June 30), 202	7
Number of Personnel Hired Under This Grant Full Time: 6						Part	Time:	1	0
Obligations Imposed on the County When the Grant Expires Will all personnel hired for this program be informed this is a grant-funded program?							X	No	
Will all personnel hired for this program be placed on temporary ("N") items?							<u> X</u>	No	$\frac{}{\mathbf{x}}$
Is the County obligated to continue this program after the grant expires? If the County is not obligated to continue this program after the grant expires, the Department will:								No	
a.) Absorb the program cost without reducing other services								No No	<u>X</u> X
b.) Identify other revenue sources (describe below)						Yes		NO	
c.) Eliminate or reduce, as appropriate, positions/program costs funded by the grant.							_X_	No	
Impact of additional personnel of	n existing space:								·
None									
Other requirements not mentioned	ed above:								
None								E	

GEORGE GASCÓN

Department Head Signature

Date 1/-13-24

Grant Acceptance

Deadline

BA FORM 11162021

OFFICIAL COPY September 18, 2024

COUNTY OF LOS ANGELES

REQUEST FOR APPROPRIATION ADJUSTMENT

DEPARTMENT OF DISTRICT ATTORNEY

AUDITOR-CONTROLLER	Αl	IDI.	TOR	R-CO	NTR	OL	LFR	•
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THE FOLLOWING APPROPRIATION ADJUSTMENT IS DEEMED NECESSARY BY THIS DEPARTMENT. PLEASE CONFIRM THE ACCOUNTING ENTRIES AND AVAILABLE BALANCES AND FORWARD TO THE CHIEF EXECUTIVE OFFICER FOR HER RECOMMENDATION OR ACTION.

ADJUSTMENT REQUESTED AND REASONS THEREFORE FY 2024-25 3 - VOTES

SOURCES USES DISTRICT ATTORNEY DISTRICT ATTORNEY A01-DA-1000-14030 A01-DA-88-8864-14030 **SALARIES & EMPLOYEE BENEFITS** AUTOMOBILE INSURANCE FRAUD ACTIVITY INTERDICTION PROGRAM **DECREASE APPROPRIATION** 3,650,000 **DECREASE REVENUE** 172,000 **DISTRICT ATTORNEY** A01-DA-88-8865-14030 WORKERS' COMP INSURANCE FRAUD ACTIVITY INTERDICTION PROGRAM 3,194,000 **DECREASE REVENUE DISTRICT ATTORNEY** A01-DA-88-8810-14030 STATE-SPECIAL GRANTS 284,000 **DECREASE REVENUE SOURCES TOTAL** 3,650,000 **USES TOTAL** 3,650,000

JUSTIFICATION

Reflects a decrease in Salaries & Employee Benefits appropriation and a corresponding decrease in revenue from the State of California, Department of Insurance for Automobile Insurance Fraud, Workers' Compensation Insurance Fraud, Disability and Healthcare Insurance Fraud, and Organized Automobile Fraud Activity Interdiction "Urban Grant" programs to align the District Attorney's budget with the full grant award amount

BOARD OF SUPERVISORS COUNTY OF LOS ANGELES #52 DEC 17 2024 Mher Avetisyan

Digitally signed by Mher Avetisyan Date: 2024.11.13 08:03:34 -08'00'

AUTHORIZED SIGNATURE

MHER AVETISYAN, BUDGET SECTION HEAD

BOARD OF SUPERVISOR'S APPROVAL (AS REQUESTED/REVISED)

Edward you

REFERRED TO THE CHIEF

EXECUTIVE OFFICER FOR---

AUDITOR-CONTROLLER

054 B.A. NO.

ACTION

INDICATION Signed by Andrea Turner Date: 2024.11.13 08:51:57 -08'00'

11/13/24

APPROVED AS REQUESTED

APPROVED AS REVISED

CHIEF EXECUTIVE OFFICER

Digitally signed by Brian Brian Hoffman Date: 2024.11.13 Hoffman 15:33:17 -08'00'

11/13/24 DATE

COUNTY OF LOS ANGELES

BOARD OF SUPERVISORS

RESOLUTION

Authorization to Accept a Grant Award from the State of California, Department of Insurance

Pursuant to California Insurance Code Chapter 12, commencing with §1871, et seq.

WHEREAS, the provisions of §1872.8 of the California Insurance Code authorize the State of California, Department of Insurance to award and distribute certain funds to District Attorneys submitting plans approved by the Fraud Division for the increased investigation and prosecution of fraudulent automobile insurance claims, and the District Attorney is charged with providing prosecution of all felony offenses committed within this County; and

WHEREAS, the County of Los Angeles, acting through its Board of Supervisors, desires to combat automobile insurance fraud by undertaking a certain project designated the "Automobile Insurance Fraud Program" by the District Attorney, to be funded through funds made available by the Insurance Fraud Prevention Act as provided for pursuant to California Insurance Code §1872.8, administered by the State of California, Department of Insurance; and

WHEREAS, the State of California, Department of Insurance approved the fraud reduction plan submitted by the District Attorney's Office for Fiscal Year 2024-2025 for the Automobile Insurance Fraud Program for this specific task.

NOW, THEREFORE, BE IT RESOLVED that the Board of Supervisors of the County of Los Angeles hereby authorizes and approves acceptance of grant funds from the State of California, Department of Insurance, to be used exclusively for the program designated the "Automobile Insurance Fraud Program" for the period covering July 1, 2024, to June 30, 2025;

IT IS AGREED that any liability arising out of the performance of the Grant Award Agreement, including civil court actions for damages, shall be the responsibility of the grant

recipient and the authorizing agency. The State of California and the California Department of Insurance disclaim responsibility for any such liability.

BE IT FURTHER RESOLVED that the County of Los Angeles hereby authorizes the District Attorney or his designee to serve as Project Director and to perform all further tasks necessary for the completion of the project, including any extensions, execution and submission of amendments, progress reports, and payment requests relating to the Grant Award Agreement;

I DO HEREBY CERTIFY that at a regular meeting of the Board of Supervisors of the County of Los Angeles, on this 17th day of December, 2024, the foregoing Resolution was adopted.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed the seal of the Board of Supervisors of the County of Los Angeles this <u>17th</u> day of <u>December</u>, 2024.



COUNTY OF LOS ANGELES

Chair, Board of Supervisors

APPROVED AS TO FORM BY COUNTY COUNSEL:

DAWYN R. HARRISON

Lawrence Green

By

Senior Deputy County Counsel

ATTEST: EDWARD YEN
EXECUTIVE OFFICER
CLERK OF THE BOARD OF SUPERVISORS

By Maxia Clebral, Dep

COUNTY OF LOS ANGELES

BOARD OF SUPERVISORS

RESOLUTION

Authorization to Accept a Grant Award from the State of California, Department of Insurance

Pursuant to California Insurance Code Chapter 12, commencing with §1871, et seq.

WHEREAS, the provisions of § 1872.85 of the California Insurance Code authorize the State of California, Department of Insurance to award and distribute certain funds to District Attorneys submitting plans approved by the Fraud Division for the increased investigation and prosecution of fraudulent disability and healthcare insurance claims, and the District Attorney is charged with providing prosecution of all felony offenses committed within this County; and

WHEREAS, the Board of Supervisors of Los Angeles County recognizes that fraudulent healthcare and disability insurance claims are costing our citizens millions of dollars annually, as reflected in higher insurance premiums and increased costs for medical services and equipment; and

WHEREAS, the County of Los Angeles, acting through its Board of Supervisors, desires to combat disability and healthcare insurance fraud by undertaking a certain project designated the "Disability and Healthcare Insurance Fraud Program" by the District Attorney, to be funded pursuant to the Insurance Fraud Prevention Act as provided in California Insurance Code § 1872.85 and administered by the State of California, Department of Insurance; and

WHEREAS, the State of California, Department of Insurance approved the fraud reduction plan submitted by the District Attorney's Office for Fiscal Year 2024-2025 for the Disability and Healthcare Insurance Fraud Program.

NOW, THEREFORE, BE IT RESOLVED that the Board of Supervisors of the County of Los Angeles hereby authorizes and approves acceptance of grant funds from the State of

California, Department of Insurance, to be used exclusively for the program designated the "Disability and Healthcare Insurance Fraud Program" for the period covering July 1, 2024, to June 30, 2025:

IT IS AGREED that any liability arising out of the performance of the Grant Award Agreement, including civil court actions for damages, shall be the responsibility of the grant recipient and the authorizing agency. The State of California and the California Department of Insurance disclaim responsibility for any such liability.

BE IT FURTHER RESOLVED that the County of Los Angeles hereby authorizes the District Attorney or his designee to serve as Project Director and to perform all further tasks necessary for the completion of the project, including any extensions, execution and submission of amendments, progress reports, and payment requests relating to the Grant Award Agreement;

I DO HEREBY CERTIFY that at a regular meeting of the Board of Supervisors of the County of Los Angeles, on this <u>17th</u> day of <u>December</u>, 2024, the foregoing Resolution was adopted.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed the seal of the Board of Supervisors of the County of Los Angeles this <u>17th</u> day of <u>December</u>, 2024



COUNTY OF LOS ANGELES

By Chair, Board of Supervisors

APPROVED AS TO FORM BY COUNTY COUNSEL:

DAWYN R. HARRISON

Senior Deputy County Counsel

ATTEST: EDWARD YEN
EXECUTIVE OFFICER
CLERK OF THE BOARD OF SUPERVISORS

By Maxia Clebbol , Deputy

COUNTY OF LOS ANGELES

BOARD OF SUPERVISORS

RESOLUTION

Authorization to Accept a Grant Award from the State of California, Department of Insurance

Pursuant to California Insurance Code Chapter 12, commencing with §1871, et seq.

WHEREAS, the provisions of § 1872.83 of the California Insurance Code authorize the State of California, Department of Insurance to award and distribute certain funds to the District Attorneys submitting plans approved by the Fraud Division for the increased investigation and

prosecution of fraudulent workers' compensation claims, and the District Attorney's Office is charged with providing prosecution of all felony offenses committed within this County; and

WHEREAS, the Board of Supervisors of Los Angeles County recognizes that fraudulent claims are costing our citizens millions of dollars annually, with thousands of jobs being lost due to local business closures precipitated by escalating workers' compensation costs caused by fraud; and

WHEREAS, the County of Los Angeles, acting through its Board of Supervisors, desires to combat workers' compensation insurance fraud by undertaking a certain project designated the "Workers' Compensation Insurance Fraud Program" by the District Attorney, to be funded through funds made available by the Insurance Fraud Prevention Act as provided for pursuant to California Insurance Code § 1872.83, administered by the State of California, Department of Insurance; and

WHEREAS, the State of California, Department of Insurance approved the fraud reduction plan submitted by the District Attorney's Office for Fiscal Year 2024-2025 for the Workers' Compensation Insurance Fraud Program for this specific task.

NOW, THEREFORE, BE IT RESOLVED that the Board of Supervisors of the County

of Los Angeles hereby authorizes and approves acceptance of grant funds from the State of California, Department of Insurance, to be used exclusively for the program designated the "Workers' Compensation Insurance Fraud Program" for the period covering July 1, 2024, to June 30, 2025;

IT IS AGREED that any liability arising out of the performance of the Grant Award Agreement, including civil court actions for damages, shall be the responsibility of the grant recipient and the authorizing agency. The State of California and the California Department of Insurance disclaim responsibility for any such liability.

BE IT FURTHER RESOLVED that the County of Los Angeles hereby authorizes the District Attorney and his designee to serve as Project Director and to perform all further tasks necessary for the completion of the project, including any extensions, execution and submission of amendments, progress reports, and payment requests relating to the Grant Award Agreement;

I DO HEREBY CERTIFY that at a regular meeting of the Board of Supervisors of the County of Los Angeles, on this <u>17th</u> day of <u>December</u>, 2024, the foregoing Resolution was adopted.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed the seal of the Board of Supervisors of the County of Los Angeles this <u>17th</u> day of <u>December</u>, 2024.



COUNTY OF LOS ANGELES

Chair, Board of Supervisors

APPROVED AS TO FORM BY COUNTY COUNSEL:

DAWYN R. HARRISON

ATTEST: EDWARD YEN
EXECUTIVE OFFICER
CLERK OF THE BOARD OF SUPERVISORS

By Maxia Clebral, Dep

 $\|_{\mathrm{By}}$

Lawrence Green

Senior Deputy County Counsel

COUNTY OF LOS ANGELES

BOARD OF SUPERVISORS

RESOLUTION

Authorization to Accept a Grant Award from the State of California, Department of Insurance

Pursuant to California Insurance Code Chapter 12, commencing with §1871, et seq.

WHEREAS, the provisions of §1874.8 of the California Insurance Code authorize the State of California, Department of Insurance to award and distribute certain funds to district attorneys submitting plans approved by the Fraud Division for the increased investigation and prosecution of organized automobile insurance fraud activity, and the District Attorney is charged with providing prosecution of all felony crimes, including organized automobile insurance fraud and economic auto theft activity within this County; and

WHEREAS, the County of Los Angeles, acting through its Board of Supervisors, desires to combat organized automobile insurance fraud by undertaking a certain project designated the "Organized Automobile Insurance Fraud Activity Interdiction (URBAN Grant) Program" by the District Attorney, to be funded through funds made available by the Insurance Fraud Prevention Act as provided for pursuant to California Insurance Code §1874.8, administered by the State of California, Department of Insurance; and

WHEREAS, the State of California, Department of Insurance approved the fraud reduction plan submitted by the District Attorney's Office for Fiscal Years 2024-2025, 2025-2026, and 2026-2027 for URBAN Grant Program for this specific task.

NOW, THEREFORE, BE IT RESOLVED that the Board of Supervisors of the County of Los Angeles hereby authorizes and approves acceptance of grant funds from the State of California, Department of Insurance, to be used exclusively for the program designated the "URBAN Grant" for the period covering July 1, 2024, to June 30, 2027;

1

IT IS AGREED that any liability arising out of the performance of the Grant Award Agreement, including civil court actions for damages, shall be the responsibility of the grant recipient and the authorizing agency. The State of California and the California Department of Insurance disclaim responsibility for any such liability.

BE IT FURTHER RESOLVED that the County of Los Angeles hereby authorizes the District Attorney to serve as Project Director and to perform all further tasks necessary for the completion of the project, including any extensions, execution and submission of amendments, progress reports, and payment requests relating to the Grant Award Agreement;

I DO HEREBY CERTIFY that at a regular meeting of the Board of Supervisors of the County of Los Angeles, on this <u>17th</u> day of <u>December</u>, 2024, the foregoing Resolution was adopted.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed the seal of the Board of Supervisors of the County of Los Angeles this <u>17th</u> day of <u>December</u>, 2024.



COUNTY OF LOS ANGELES

APPROVED AS TO FORM BY COUNTY COUNSEL:

DAWYN R. HARRISON

ATTEST: EDWARD YEN **EXECUTIVE OFFICER CLERK OF THE BOARD OF SUPERVISORS**

Deputy

Lawrence Green

Senior Deputy County Counsel