



Contract Number

19-072

SAP Number

District Attorney

Department Contract Representative
Telephone Number

Claudia Walker
(909) 382-7689

Contractor
Contractor Representative
Telephone Number
Contract Term
Original Contract Amount
Amendment Amount
Total Contract Amount
Cost Center

California Department of Insurance
Mitch Pingree, Program Analyst
(916) 854-5828
July 1, 2019 – June 30, 2020
\$2,234,996
\$0.00
\$2,234,996
4500002672

Briefly describe the general nature of the contract:

California Insurance Code section 1872.83 authorizes the State Insurance Commissioner to distribute funds, assessed against insurers, for investigation and prosecution of Workers' Compensation Insurance cases.

The grant award in the amount of \$2,234,996 will support the Workers' Compensation Fraud Prosecution Program for 2019-20.

FOR COUNTY USE ONLY

Approved as to Legal Form

Katherine Hardy, Deputy County Counsel

Date 9/30/19

Reviewed for Contract Compliance

Date

Reviewed/Approved by Department

Jason Anderson, District Attorney

Date 12/1/19

**INSURANCE COMMISSIONER
OF THE STATE OF CALIFORNIA**

GRANT AWARD AGREEMENT

Fiscal Year 2019-20

Workers' Compensation Insurance Fraud Program

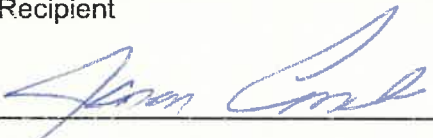

The Insurance Commissioner of the State of California hereby makes an award of funds to **San Bernardino County**, Office of the District Attorney, in the amount and for the purpose and duration set forth in this grant award.

This grant award consists of this agreement and the application for the grant and made a part hereof. By acceptance of the grant award, the grant award recipient agrees to administer the grant program in accordance with all applicable statutes, regulations, and Request-for-Application (RFA).


Duration of Grant: The grant award is for the program period **July 1, 2019** through **June 30, 2020**.

Purpose of Grant: This grant award is made pursuant to the provisions of California Insurance Code Section 1872.83 and shall be used solely for the purposes of enhanced investigation and prosecution of workers' compensation insurance fraud cases.

Amount of Grant: The grant award agreed to herein is in the amount of **\$2,234,996**. This amount has been determined by the Insurance Commissioner with the advice and consent of the Fraud Assessment Commission based on the estimated funds collected pursuant to Section 62.6 of the Labor Code. However, the actual total award amount for the county is contingent on the collection of assessments and the authorization for expenditure pursuant to Government Code Section 13000 et seq. The grant award shall be distributed pursuant to Section 1872.83 of the Insurance Code and the California Code of Regulations Subchapter 9, Article 3, Sections 2698.53, 2698.54, and 2698.57.

Official Authorized to Sign for Applicant/Grant Recipient  Name: Jason Anderson Title: District Attorney Address: 303 West Third St., Sixth Floor San Bernardino, CA 92415 Date: 10/11/19	RICARDO LARA Insurance Commissioner  Name: George Mueller Title: Deputy Commissioner Date: 10/17/19
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I hereby certify upon my own personal knowledge that budgeted funds are available for the period and purposes of this expenditure.


Crista Hill, Budget Officer, CDI

10/21/19
Date

**DEPARTMENT OF INSURANCE
WORKERS' COMPENSATION INSURANCE FRAUD PROGRAM**

BUDGET CATEGORY AND LINE ITEM DETAIL	2019-20 AWARD BUDGET
A. Personnel Services - Salaries/Employee Benefits	
All program salary and benefit rates are per the general employees current Memorandum of Understanding with the County of San Bernardino.	
3.0 FTE DEPUTY DISTRICT ATTORNEY IV	493,313
6.0 FTE SENIOR INVESTIGATOR	701,979
.85 FTE SUPERVISING INVESTIGATOR	121,559
1.0 FTE SECRETARY I	36,754
TOTAL SALARIES	1,353,605
BENEFITS FOR 10.85 FTE EMPLOYEES FOR ONE YEAR:	
3.0 FTE DEPUTY DISTRICT ATTORNEY IV Retirement Survivor's Benefits Indemnification Vision Care Short-term Disability Social Security Medicare Workers' Compensation Life Insurance Indemnification Allowance/Cafeteria Plan	228,568
6.0 FTE SENIOR INVESTIGATOR Uniform Retirement Indemnification Long-Term Disability Vision Care Social Security Medicare Workers' Compensation Life Insurance Indemnification Allowance/Cafeteria Plan	549,864
TOTAL	CONT'D

**DEPARTMENT OF INSURANCE
WORKERS' COMPENSATION INSURANCE FRAUD PROGRAM**

BUDGET CATEGORY AND LINE ITEM DETAIL	2019-20 AWARD BUDGET
A. Personnel Services - Salaries/Employee Benefits	
All program salary and benefit rates are per the general employees current Memorandum of Understanding with the County of San Bernardino.	
<div>.85 FTE SUPERVISING INVESTIGATOR</div> <div>Uniform</div> <div>Retirement</div> <div>Indemnification</div> <div>Long-Term Disability</div> <div>Vision Care</div> <div>Social Security Medicare</div> <div>Workers' Compensation</div> <div>Life Insurance</div> <div>Indemnification Allowance/Cafeteria Plan</div>	87,522
<div>1.0 FTE SECRETARY</div> <div>Retirement</div> <div>Survivor's Benefits</div> <div>Indemnification</div> <div>Vision Care</div> <div>Short-Term Disability</div> <div>Social Security Medicare</div> <div>Workers' Compensation</div> <div>Life Insurance</div> <div>Indemnification Allowance/Cafeteria Plan</div>	15,437
TOTAL BENEFITS	881,391
TOTAL SALARIES AND BENEFITS	2,234,996

**DEPARTMENT OF INSURANCE
WORKERS' COMPENSATION INSURANCE FRAUD PROGRAM**

BUDGET CATEGORY AND LINE ITEM DETAIL	2019-20 AWARD BUDGET
B. Operating Expenses	
OFFICE EXPENSE Consumable office supplies necessary to administer and run program. Includes postage stamps, software and meeting supplies.	0
AUDIT ALLOWANCE Financial and compliance audit per guidelines.	0
MOTOR POOL 2 hybrid sedans \$392/mo x 12 mo. x 2 vehicles 1,000 mi x .39/mi x 12 mo. x 2 vehicles 2 mid-size sedans \$405/mo x 12 mo. x 2 vehicles 1,000 mi x .42/mi x 12 mo. x 2 vehicles 2 full-size sedans \$444/mo x 12 mo x 2 vehicles 1,000 mi x .47/mi x 12 mo. x 2 vehicles	-
ADVERTISING COSTS Cost to run ad on public transportation	0
COMMUNICATIONS Communication services and long distance expenses necessary to administer and run program.	0
MEMBERSHIP Allowance for memberships in organizations that provide a network for obtaining new cases.	0
TRAINING Registration for training personnel on the Workers' Comp. Fraud system and the investigation and prosecution of Fraud.	0
TOTAL	
	CONT'D

**DEPARTMENT OF INSURANCE
WORKERS' COMPENSATION INSURANCE FRAUD PROGRAM**

BUDGET CATEGORY AND LINE ITEM DETAIL	2019-20 AWARD BUDGET
B. Operating Expenses cont'd	
SUBSCRIPTIONS AND PUBLICATIONS Legal updates and publications pertaining to Workers' Compensation Insurance Fraud.	0
OTHER TRAVEL Hotels, meals & travel for training, seminars and meetings for investigative and prosecution staff.	0
PROFESSIONAL SERVICES Expert witnesses to conduct evaluations and provide expert testimony in the courtroom.	0
NON-INVENTORIAL EQUIPMENT To replace office equipment necessary to administer and run the Workers' Compensation program efficiently.	0
PRINTING SERVICES Request based on program needs including quick copy costs, printed envelopes and forms. Publication of outreach materials.	0
PRIVATE MILEAGE	0
POSTAGE	0
TOTAL OPERATING EXPENSES	-

**DEPARTMENT OF INSURANCE
WORKERS' COMPENSATION INSURANCE FRAUD PROGRAM**

BUDGET CATEGORY AND LINE ITEM DETAIL	2019-20 AWARD BUDGET
C. Equipment	
CATEGORY TOTAL	-
PROGRAM BUDGET	2,234,996
CARRYOVER TOTAL	-
INTEREST TOTAL	-



RICARDO LARA
CALIFORNIA INSURANCE COMMISSIONER

September 4, 2019

Claudia Walker
Chief, Bureau of Administration
San Bernardino County District Attorney's Office
303 West Third Street, 6th Floor
San Bernardino, CA 92415

RE: Grant Award Agreement for the Workers' Compensation Insurance Fraud Program
Fiscal Year 2019-20

Dear Ms. Claudia Walker:

San Bernardino County was awarded \$2,234,996 as the result of an application for the Fiscal Year 2019-20 Workers' Compensation Insurance Fraud Program. **Enclosed are two original Grant Award Agreements for signature.** Please have the official designated in the Resolution from the Board of Supervisors sign and date both originals and return to the address below by **October 4, 2019**. Once the Agreements are fully executed, a signed Grant Award Agreement will be returned to you.

A Resolution from the Board of Supervisors authorizing the applicant to enter into a Grant Award Agreement with the California Department of Insurance (CDI) is required. The Resolution must designate, by title, the official authorized to sign the Grant Award Agreement and include a statement accepting liability for the local program. **The Resolution must be received by December 31, 2019.** Grant funds will not be distributed to the award recipient until the Resolution is received and the Grant Award Agreements are fully executed. Sample Resolution wording can be provided upon request.

Return to: CDI Enforcement Branch Headquarters
Local Assistance Unit Manager
2400 Del Paso Road, Suite 250
Sacramento, CA 95834

Sincerely,

Janis Perschler

Janis Perschler
Manager, Local Assistance Unit

Enclosures

cc: Robert P. Brown, Chief Deputy District Attorney

CALIFORNIA DEPARTMENT OF INSURANCE
PROTECT • PREVENT • PRESERVE
Enforcement Branch Headquarters
2400 Del Paso Road, Suite 250
Sacramento, California 95834
Tel: (916) 854-5760 • Fax: (916) 854-5848

RESOLUTION NO. 2019-672

A RESOLUTION OF THE BOARD OF SUPERVISORS OF SAN BERNARDINO COUNTY, STATE OF CALIFORNIA, AUTHORIZING THE DISTRICT ATTORNEY TO EXECUTE ALL DOCUMENTS AND NON-SUBSTANTIVE AMENDMENTS IN RELATION TO THE ACCEPTANCE OF THE GRANT AWARD AGREEMENT FROM THE INSURANCE COMMISSIONER OF THE STATE OF CALIFORNIA TO FUND THE SAN BERNARDINO COUNTY WORKERS' COMPENSATION INSURANCE FRAUD PROGRAM FOR 2019-20

On Tuesday October 8, 2019, on motion of Supervisor Lovingood, duly seconded by Supervisor Rutherford and carried, the following resolution is adopted by the Board of Supervisors of San Bernardino County, State of California.

WHEREAS, the San Bernardino County District Attorney's Office desires to continue to undertake a certain program designated the Workers' Compensation Insurance Fraud Prosecution Program to be supported from funds made available through the Insurance Commissioner, pursuant to California Insurance Code Section 1872.83.

NOW, THEREFORE, BE IT RESOLVED, that the District Attorney of San Bernardino is authorized to execute all documents and non-substantive amendments in relation to the acceptance of the Grant Award Agreement, on behalf of the Board of Supervisors, County of San Bernardino, for 2019-20.

IT IS AGREED, that any liability arising out of the performance of this 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 Department of Insurance disclaim responsibility for any such liability.

BE IT FURTHER RESOLVED that grant funds received hereunder shall not be used to supplant expenditures controlled by this body.

PASSED AND ADOPTED by the Board of Supervisors of the County of San Bernardino, State of California, by the following vote:

AYES: SUPERVISORS: Robert A. Lovingood, Janice Rutherford, Dawn Rowe
Curt Hagman, Josie Gonzales

NOES: SUPERVISORS: None

ABSENT: SUPERVISORS: None

STATE OF CALIFORNIA)
) ss.
COUNTY OF SAN BERNARDINO)

I, **LYNNA MONELL**, Clerk of the Board of Supervisors of the County of San Bernardino, State of California, hereby certify the foregoing to be a full, true and correct copy of the record of the action taken by the Board of Supervisors, by vote of the members present, as the same appears in the Official Minutes of said Board at its meeting of October 8, 2019. Item#21-VH

LYNNA MONELL
Clerk of the Board of Supervisors

By _____

Deputy

