

THE INFORMATION IN THIS BOX IS NOT A PART OF THE CONTRACT AND IS FOR COUNTY USE ONLY



Contract Number

21-742

SAP Number

District Attorney

Department Contract Representative	Claudia Walker
Telephone Number	(909) 382-7689
Contractor	California Department of Insurance
Contractor Representative	Jennifer Tran, Program Specialist
Telephone Number	(916) 854-5708
Contract Term	July 1, 2021 – June 30, 2022
Original Contract Amount	\$2,468,805
Amendment Amount	\$0
Total Contract Amount	\$2,468,805
Cost Center	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 \$2,468,805 will support the Workers' Compensation Fraud Prosecution Program for 2021-22.

FOR COUNTY USE ONLY

Approved as to Legal Form



Katherine Hardy, Deputy County Counsel

Date

10-12-21

Reviewed for Contract Compliance



Date

Reviewed/Approved by Department



Jason Anderson, District Attorney

Date

10/13/21

**INSURANCE COMMISSIONER
OF THE STATE OF CALIFORNIA**

GRANT AWARD AGREEMENT

Fiscal Year 2021-22

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, 2021** through **June 30, 2022**.

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 **\$2,468,805**. 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: <u>10/22/21</u>	RICARDO LARA Insurance Commissioner  Name: George Mueller Title: Deputy Commissioner Date: <u>11/4/2021</u>
--	---

I hereby certify upon my own personal knowledge that budgeted funds are available for the period and purposes of this expenditure.

Hill, Crista

Digitally signed by Hill,
Crista
Date: 2021.11.08
15:30:26 -08'00'

Crista Hill, Budget Officer, CDI

Date

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

BUDGET CATEGORY AND LINE ITEM DETAIL	2021-22 AWARDED BUDGET
A. Personnel Services - Salaries/Employee Benefits	
All program salary and benefit rates are per the current Attorney, Safety, Safety Management, and General Memoranda of Understanding with the County of San Bernardino.	
3.0 FTE DEPUTY DISTRICT ATTORNEY IV	564,586
6.0 FTE SENIOR INVESTIGATOR	952,427
.85 FTE SUPERVISING INVESTIGATOR	148,721
1.0 FTE SECRETARY I	42,068
TOTAL SALARIES:	1,707,802
BENEFITS FOR 10.85 FTE EMPLOYEES FOR ONE YEAR:	
3.0 FTE DEPUTY DISTRICT ATTORNEY IV Indemnification Indemnification Allowance/Cafeteria Plan Life Insurance Medical Insurance Retirement Short-term Disability Social Security Medicare Survivor's Benefits Vision Care Workers' Compensation	254,063
6.0 FTE SENIOR INVESTIGATOR Indemnification Indemnification Allowance/Cafeteria Plan Life Insurance Long-Term Disability Medical Insurance Retirement Social Security Medicare Uniform Vision Care Workers' Compensation	369,063
	CONT'D

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

BUDGET CATEGORY AND LINE ITEM DETAIL	2021-22 AWARDED BUDGET
A. Personnel Services - Salaries/Employee Benefits cont'd.	
.85 FTE SUPERVISING INVESTIGATOR Indemnification Indemnification Allowance/Cafeteria Plan Life Insurance Long-Term Disability Medical Insurance Retirement Social Security Medicare Uniform Vision Care Workers' Compensation	116,002
1.0 FTE SECRETARY Indemnification Indemnification Allowance/Cafeteria Plan Life Insurance Medical Insurance Retirement Short-Term Disability Social Security Medicare Survivor's Benefits Vision Care Workers' Compensation	21,875
TOTAL BENEFITS:	761,003
TOTAL SALARIES AND BENEFITS:	2,468,805

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

BUDGET CATEGORY AND LINE ITEM DETAIL	2021-22 AWARDED BUDGET
B. Operating Expenses	
OFFICE EXPENSE	-
Consumable office supplies necessary to administer and run program. Includes office supplies, stamps and software.	
AUDIT ALLOWANCE	-
Financial and compliance audit per guidelines.	
MOTOR POOL	-
3 full-size sedans	
3 x \$78 x 12 months	
35,000 miles x 0.60 per mile	
1 compact SUV	
1 x \$78 x 12 months	
13,500 miles x 0.60 per mile	
2 mid-size SUV's	
2 x \$78 x 12 months	
25,000 miles x 0.65 per mile	
All vehicle mileage charges are established by San Bernardino County Fleet Services and approved by the Board of Supervisors for fiscal year 2021-22 during the budget cycle. The department has no control over the per mile charge for vehicles.	
ADVERTISING COSTS	-
Cost to run ad on public transportation	
COMMUNICATIONS	-
Communication services and long distance expenses necessary to administer and run program.	
MEMBERSHIP	-
Allowance for memberships in organizations that provide a network for obtaining new cases.	
TRAINING	-
Registration for training personnel on the Workers' Comp. Fraud system and the investigation and prosecution of Fraud.	
DATA PROCESSING	-
County mandated charges for payroll processing.	
TOTAL	CONT'D

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

BUDGET CATEGORY AND LINE ITEM DETAIL	2021-22
B. Operating Expenses cont'd	AWARDED BUDGET
SUBSCRIPTIONS AND PUBLICATIONS	-
Legal updates and publications pertaining to Workers' Compensation Insurance Fraud.	
OTHER TRAVEL	-
Hotels, meals & travel for training, seminars and meetings for investigative and prosecution staff. All travel is within California.	
PROFESSIONAL SERVICES	-
Expert witnesses to conduct evaluations and provide expert testimony in the courtroom.	
NON-INVENTORIAL EQUIPMENT	-
To replace office equipment necessary to administer and run the Workers' Compensation program efficiently.	
PRINTING SERVICES	-
Request based on program needs including quick copy costs, printed envelopes and forms. Publication of outreach materials.	
PRIVATE MILEAGE	-
POSTAGE	-
TOTAL OPERATING EXPENSES	-

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

BUDGET CATEGORY AND LINE ITEM DETAIL	2021-22 AWARDED BUDGET
C. Equipment	
CATEGORY TOTAL	-
PROGRAM BUDGET	2,468,805
CARRYOVER TOTAL	
INTEREST TOTAL	-