

ARLINGTON COUNTY, VIRGINIA AGREEMENT NO. 23-HRD-RFP-506 AMENDMENT NUMBER 1

This Amendment Number 1 is made on $\frac{9/17/2023}{}$ and amends Agreement Number 23-HRD-RFP-506 ("Main Agreement") dated July 27, 2023, between <u>CorVel Enterprise Comp, Inc.</u> ("Contractor") and the County Board of Arlington County, Virginia ("County").

The County and the Contractor agree to amend the main contract called for under the Main Agreement as follows:

1. **Contract Documents.** The following attached document is hereby **ADDED**:

Exhibit I – Clarification of Contractor's Claims Responsibilities

2. **NOTICES** is hereby changed to replace the County's Project Officer as follows:

TO THE COUNTY:

Amy Rozier, Project Officer HRD – Employee Services 2100 Clarendon Boulevard, Suite 511 Arlington, Virginia 22201

Phone: (703) 228-3489

Email: arozier@arlingtonva.us

3. <u>Exhibit B – Contract Pricing</u> is hereby deleted and replaced in its entirety with the attached Revised Exhibit B - Contract Pricing to add the additional cost for Cyber and Special Risk Liability. Pricing must be in accordance with the attached Revised Exhibit B – Contract Pricing.

All other terms and conditions of the Main Agreement remain in effect.

WITNESS these signatures:

THE COUNTY BOARD OF ARLINGTON COUNTY, VIRGINIA

CORVEL ENTERPRISE COMP, INC.

AUTHORIZED

SIGNATURE:

NAME: DR. SHARON T. LEWIS

TITLE: PURCHASING AGENT

DATE: 9/17/2023

AUTHORIZED

TITLE: CFO

DATE: ____

REVISED EXHIBIT B CONTRACT PRICING

For Contract purposes, the County is selecting Option 1.

Workers' Compensation Claims Administration

Arlington County

| Description | Pricing |
|---|---------|
| Option 1: Life of Contract Claims Handling Fee - Per Claim | |
| Medical-Only | \$160 |
| Indemnity ¹ | \$1,000 |
| Employer's Liability | \$1,272 |
| Indemnity Tail Claims | \$583 |
| Medical-Only Tail Claims | \$101 |
| Option 2: Life of Claim Handling Fee - Per Claim ² | |
| Medical-Only | \$160 |
| Indemnity ¹ | \$1,212 |
| Employer's Liability | \$1,484 |
| Indemnity Tail Claims | \$689 |
| Medical-Only Tail Claims | \$133 |

¹ Claim fee applies to AOS with the exception of premium states (CA, HI, AK, NY, TX and FL)

Auto and General Liability Claims Administration

| Description | Pricing |
|--|---------|
| Liability Handling Fee - Per Claimant ¹ | |
| Fast Track ² | \$225 |
| Auto Liability | |
| Bodily Injury | \$695 |
| Property Damage | \$395 |
| Auto Physical Damage | |
| Auto Collision Damage | \$395 |
| Auto Comprehensive Damage | \$395 |
| General Liability | |
| Bodily Injury | \$750 |
| Property Damage | \$395 |
| Auto Liability Tail Claims | |
| Bodily Injury | \$350 |
| Property Damage | \$200 |
| General Liability Tail Claims | |
| Bodily Injury | \$375 |
| Property Damage | \$200 |

¹ Liability pricing for both life of claim and life of contract for all class codes

² CorVel Healthcare Corporation managed care services must be used for all claims administered by CorVel.

² Claim must be Non-Complex, open for 60 days or less and have a total paid of less than \$3,500 Other Liability Claim type pricing may apply

Program Management

| Description | Pricing |
|---|----------|
| Data Conversion - Per Data Source | \$5,300 |
| Administration Fee - Per Annum ¹ | \$29,150 |
| Implementation Fee - One Time Fee | Waived |
| CareMC Access - Per Annum ² | |
| First 20 Full Access Users | Included |
| Each User over 20 - Per User, Per Year | \$1,060 |

¹ Includes Assistance with Self-Insured Data for State Reports, State Statistical Reporting & All State Filing Requirements

Account Management and Technical Support

| Description | Pricing |
|--|-----------------------------|
| Account Management Staff | Included |
| Electronic Data Transmission - (Per Month, Based on Frequency) | |
| Monthly File | \$212 |
| Weekly File | \$636 |
| Daily File | \$2,120 |
| Training – Onsite and Online | Included |
| Technical Support | Included |
| State EDI Files | Included |
| Monthly Reporting | Included |
| Ad hoc Report Programming - Per Hour | \$212 |
| Communication Materials/Posters | Waived |
| Annual Banking Fees Additional | One account included |
| Account(s) - Per Account | \$1,060 |
| Carrier TPA Oversight Fees ¹ | Bill from Carrier to Client |

¹ Fees charged by the carrier (Oversight fees, Tail Claim transfer / takeover fees, etc.) are the responsibility of the client and will be billed directly to the client by the carrier or by CorVel should CorVel be invoiced for such fees.

Intake and Immediate Intervention Services

| Description | Pricing |
|--|--------------------|
| Claim Intake (includes one FNOL distribution) – Per Intake | \$15 |
| Incident Only Reporting – Per Incident | \$37 |
| Advocacy 24/7 – Per Call | \$106 |
| Telehealth Services | State Fee Schedule |

² Includes Executive Dashboard, Claim Details, Claims Summary Screen & Claims Reporting

Allocated Expense Fees

Legal Services

| Description | Pricing |
|--|--------------------------------------|
| Subrogation | 25% of Recoveries |
| Legal Bill Auditing ¹ | 2.5% of gross legal charges reviewed |
| Indexing and OFAC Compliance - Per Index | \$21 |

¹ Fees will never exceed the savings generated. No mark-up on services from Bottomline.

Bill Review Services

| Description | Pricing |
|--|-------------------------|
| Bill Review: Includes Standard Fee Schedule and UCR - Per Bill 1,2 | \$9.25 |
| + Network Solutions Includes: ² Clinical Review, Implant Analysis, Line Item Bill Review, Negotiations, PPO Network Access, Substantive Denials, Technical Evaluation | 2 7 % of Savings |
| Minimum Transaction Fee ² | \$6.95 |
| State EDI, Scanning/OCR, Initial 1099 Provider Notification Letter | Included |

¹ Includes bill intake, document imaging, file upload, state EDI's, and initial 1099 provider notification letters.

Provider and Nurse Review Services

| Description | Pricing |
|--|---|
| Liability Bill Review (Reasonable and necessary and related) – Per Bill | \$21 |
| Liability Nurse Review Option 1 – Per Hour | \$164 |
| Option 2 – Flat Rate | \$95 up to 1,000 pages \$265 per each additional 500 pages |
| Peer Review / Physician Advisor – Per Hour | \$212 |

² Minimum transaction fee (MTF) per bill transaction. Applied per transaction if all other applicable fees do not meet the minimum transaction fee. Applies to all transactions, including but not limited to, Specialty Bills, Duplicate Bills and bills sent for Re-consideration or Re-evaluation. Maximum fee per bill of \$9,000.

Patient Management

| Description | Pricing |
|---|---------|
| Telephonic Case Management, Field Case Management and Return to Work Coordinator - Per Hour | |
| Alaska, California, Hawaii and New York | \$164 |
| All Other States 1,2 | \$125 |
| Vocational Rehabilitation - Per Hour ² | \$175 |
| Specialty Services (Catastrophic, Life Care Plan, Medicare Conditional Payments, Medicare Set Asides, Bilingual, Critical Incident Stress Debriefing (CISD)) - Per Hour | \$218 |
| Nurse Utilization Review - Per Review | \$159 |
| Physician Utilization Review - Per Review | \$292 |
| Care Advocate - Per Claim | \$53 |

¹ Fee applies to all States with the exception of premium states (CA, HI, AK, and NY).

Prevailing GSA Mileage Rate applies.

Each invoice for Case Management Services shall have an additional professional service fee of \$39.00 billed to Customer.

Pharmacy Solutions

| Priarmacy Solutions | |
|---|----------------------------------|
| Description | Pricing |
| Retail Pharmacies | |
| Brand | AWP -10% + \$3.00 dispensing fee |
| Generic | AWP -35% + \$3.00 dispensing fee |
| Mail Order | |
| Brand | AWP -13% + \$1.50 dispensing fee |
| Generic | AWP -45% + \$1.50 dispensing fee |
| Clinical Modeling | |
| Integration of Pharmacy Data | Included |
| Dynamic Calculation/Display in CareMC | Included |
| Pharmacy Interventions | |
| Certified Pharmacy Technician | Included |
| Rx Nurse | Included |
| Nurse Management | Case Management hourly rate |
| Pharmacy Review - Per Review | \$405 |
| Cognitive Behavioral Therapy - Per Hour | \$270 |
| Medication Review - Per Hour | \$270 |

² Statutory rates supersede if applicable.

Ancillary Benefit Management Services

| Description | Pricing |
|-----------------------------------|-----------------------|
| Medical Imaging Services | State Fee Schedule |
| Independent Medical Exam | \$300 + Physician Fee |
| Physical and Occupational Therapy | State Fee Schedule |
| Durable Medical Equipment | State Fee Schedule |
| IME Peer Review – Per Hour | \$300 + Physician Fee |
| Transportation | State Fee Schedule |
| Translation | State Fee Schedule |

Medicare Agent Reporting

| Description | Pricing |
|-----------------------|----------|
| Set up and engagement | \$3,000 |
| Monthly Maintenance | \$1,000 |
| Quarterly Reporting | Included |

| Description of Services | Pricing |
|----------------------------------|-----------------------|
| Cyber and Special Risk Liability | \$950.00 per claimant |

EXHIBIT I CLARIFICATIONS OF CONTRACTOR'S RESPONSIBILITIES

Exhibit I – Clarification of Contractor's Claims Responsibilities clarifies the claims to be handled by the Contractor and what claims that shall be handled by VACORP. **The Contractor shall**:

- 1. only store claims information in its systems for claims Contractor or its subcontractor is handling. Contractor cannot store claims information in its systems being handled by County's vendor ("VACORP").
- not be responsible or liable for any claims which have been mis-coded or mis-handled by County's
 prior or current TPA vendor. Any claims which as defined hereunder in Exhibit I being handled by
 County's prior or current TPA vendor mis-directed to Contractor shall be returned immediately.

CorVel shall not be responsible for any other types of claims within the County's historical policies or outside of the Scope of the Services as defined in the Agreement and in this Amendment No. 1.

Arlington County Government Fully Insured Coverages CorVel shall handle:

- 1. Property CorVel shall provide claims handling for:
 - Building and Contents
 - Business Income / Extra Expense
 - Electronic Data Processing
 - Fine Arts
 - Property Constitutional Officers
 - Equipment Breakdown
 - Crime
 - Auto Physical Damage Fire Trucks
- 2. <u>Liability CorVel shall provide claims handling for:</u>
 - Cyber Liability.
 - Excess Liability
- 3. Workers' Compensation CorVel shall provide claims handling for:
 - Workers' Compensation Excess
- 4. Other CorVel shall provide claims handling for:
 - Security Risks Coverage
 - Fire Legal Liability Real Property

Arlington County Government Fully Insured Coverages *CorVel shall not be responsible for claims handling for:*

- 1. Liability
 - Excess Liability Ballston Garage
 - Automobile Liability Constitutional Officers

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- Healthcare Professionals Liability
- Tenant Users Liability Insurance Program
- Limited General Liability

2. Volunteers

- Blanket Liability County Volunteers
- Accident and Sickness Auxiliary Deputies
- Accident and Sickness Community Service Program
- Accident and Sickness County Volunteers
- Accident and Sickness Camper Program
- Accident and Sickness Recreational Sports

3. Other

• Special Events Coverage