

# COUNCIL COMMUNICATION City Manager's Office

# **GENERAL INFORMATION**

Agenda Date:05/09/05Communication No.:05-254Agenda Item Type:Resolution, Ordinance, or Receive/FileRoll CallNo.:No.:No.:No.:No.:

Submitted by: Tom Turner, Human Resources Director

# SUBJECT—

Renewal of Occupational Health Care Services Agreement between Des Moines University Clinic (Governor Terry Branstad, President, 3200 Grand Avenue, Des Moines, IA 50312) and the City of Des Moines

### SYNOPSIS—

Renew agreement with Des Moines University (DMU) Clinic for occupational health services for the period beginning July 1, 2005 through June 30, 2006.

### FISCAL IMPACT—

The DMU contract renewal for FY 06 has increased 8.5 percent to \$246,669.

### **RECOMMENDATION**—

Approval

### BACKGROUND-

On April 1, 2003, Des Moines University Clinic (DMU) began providing occupational health care for City employees. The agreement with DMU is effective through June 30, 2004 with two additional one-year renewal options. Fiscal year 2006 is the last year of this original agreement. The City will conduct a RFP for occupational health care in early 2006. This may provide an opportunity for collaboration with Polk County.

The DMU renewal for period July 1, 2005 through June 30, 2006 has increased 8.5 percent. The increase is attributable to current medical trends. Utilization in all areas of the City's

occupational health care remained relatively constant from the previous year. Nationally, occupational medical spending relating to work place injuries rose 9.4 percent. To date, the relationship and services provided by the Des Moines University Clinic have exceeded expectations.