



DAVE JONES
Insurance Commissioner

September 7, 2018

The Honorable Vern R. Pierson
El Dorado County District Attorney's Office
778 Pacific Street
Placerville, CA 95667

RE: Grant Award for Workers' Compensation Insurance Fraud Program for
Fiscal Year 2018-19 Additional Funding

Dear District Attorney Pierson:

I am pleased to report that it has been determined that there is a Fiscal Year (FY) 2017-18 Year-End Balance available to distribute this fiscal year. We are currently seeking permission from the Department of Finance to proceed with a disbursement of an additional \$1,094,000. If we receive the authority to spend the full amount, an additional **\$10,271** will be awarded to **El Dorado** County as part of the Fiscal Year 2018-19 Workers' Compensation Insurance Fraud Program. This additional grant award is to be used for the investigation and prosecution of workers' compensation insurance fraud.

The decision to grant these funds was made by my Department, in consultation with the Fraud Assessment Commission. Each application for grant funding was thoroughly reviewed, with consideration given to the goals and objectives set by me and the Fraud Assessment Commission.

It is my continuing intent that these funds be used effectively to pursue and investigate fraud across California. It is also important to focus resources in areas of fraud that have a continuing fiscal impact on the workers' compensation system. Medical provider insurance fraud should continue to be a priority of this program.

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DISTRICT ATTORNEY

Insurance Protection for All Californians

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CommissionerJones@insurance.ca.gov

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Thank you for your efforts in submitting your application for grant funding. Please feel free to contact Assistant Chief Eric Charlick at (559) 440-5922 if you want to discuss your application and award. I look forward to working together with you in our continuing pursuit against workers' compensation insurance fraud.

Sincerely,

A handwritten signature in blue ink that reads "Dave Jones". The signature is written in a cursive style with a large, stylized "D" and "J".

DAVE JONES
Insurance Commissioner

cc: Mr. Michael McCoy, Deputy District Attorney

**INSURANCE COMMISSIONER
OF THE STATE OF CALIFORNIA**

GRANT AWARD AGREEMENT

Fiscal Year 2018-19

Workers' Compensation Insurance Fraud Program

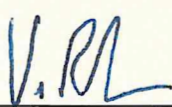
The Insurance Commissioner of the State of California hereby makes an award of funds to **El Dorado County**, Office of the District Attorney, in the amount and for the purpose and duration set forth in this grant award.

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, 2018** through **June 30, 2019**.

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 **\$353,173**. 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.

<p>Official Authorized to Sign for Applicant/Grant Recipient</p> <p style="text-align: center;"></p> <hr/> <p>Name: Vern R. Pierson Title: District Attorney</p> <p>Address: 778 Pacific Street Placerville, CA 95667</p> <p>Date: <u>9/17/2018</u></p>	<p>DAVE JONES Insurance Commissioner</p> <hr/> <p>Name: George Mueller Title: Deputy Commissioner</p> <p>Date: _____</p>
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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

Date