

Board Agenda Item 27

DATE: November 18, 2025

TO: Board of Supervisors

SUBMITTED BY: Lisa A. Smittcamp, District Attorney

SUBJECT: Retroactive Workers' Compensation Insurance Fraud Program Grant Application

and Agreement

RECOMMENDED ACTION(S):

- Retroactively authorize the District Attorney's previous submittal of a grant application to the State of California, Department of Insurance (CDI) for continuation of the Workers' Compensation Insurance Fraud Program, for the period July 1, 2025, through June 30, 2026 (\$1,276,852); and
- 2. Approve retroactive Grant Award Agreement, including any extensions or amendments, for continued funding of the Workers' Compensation Insurance Fraud Program with the CDI, for the period July 1, 2025, through June 30, 2026 (\$1,215,001); and
- 3. Adopt a Resolution retroactively authorizing the District Attorney, or her designee, to execute retroactive Grant Award Agreement, including any extensions or amendments, and accepting all liability arising out of the performance of the Grant Agreement (\$1,215,001).

There is no increase in Net County Cost associated with these actions, which will allow for the continuation of this program through June 30, 2026. To meet the grant filing deadline, the application was submitted to CDI, contingent on your Board's approval. The CDI requires the District Attorney (DA), or her designee, to be the designated official authorized to sign the recommended grant award agreement, including any extensions or amendments, so the third recommended action would adopt a resolution retroactively authorizing the District Attorney, or her designee, to execute the grant agreement, which was signed on August 20, 2025. This item is countywide.

ALTERNATIVE ACTION(S):

If the recommended actions are not approved, this program will not be funded for FY 2025-26. The loss of this grant will result in the elimination of the current positions as follows: one Deputy District Attorney, three Senior District Attorney Investigators, and one Legal Assistant.

RETROACTIVE AGREEMENT:

The request to approve and accept the CDI grant award is retroactive because the District Attorney did not receive the recommended Workers' Compensation Insurance Fraud grant award agreement until August 20, 2025, after the effective date of the grant. This precluded placement of the item on an earlier Board date. The grant award agreement was signed by the DA prior to the formal presentation to the Board in order to meet the CDI submission deadline.

FISCAL IMPACT:

File Number: 25-1215

There is no Net County Cost associated with these actions. There is no match requirement for the receipt of funds. The Department submitted a grant application to CDI and was awarded the amount of \$1,215,001 for the Workers' Compensation Insurance Fraud Program, which is included in the FY 2025-26 Adopted Budget for the District Attorney - Grants Org 2862.

DISCUSSION:

Senate Bill 1218 and Assembly Bill 1673, enacted in January of 1992, provided for a program to fund investigation and prosecution of Workers' Compensation Insurance Fraud. This legislation provided assessments in Workers' Compensation insurance premiums to fund enhanced prosecution and incarceration of individuals involved in Workers' Compensation insurance fraud, as defined in Insurance Code § 1877 et seq, by District Attorneys in California. The CDI has approved the County to receive funds pursuant to the program implemented by that legislation, and Fresno County's Workers' Compensation Insurance Fraud Program has been in place since 1992.

This program is currently staffed with one Deputy District Attorney, three Senior District Attorney Investigators, and one Legal Assistant to investigate and prosecute Workers' Compensation fraud in Fresno County.

The resolution required by this grant authorizes the District Attorney, or her designee to execute the Grant Award Agreement, as well as all extensions and amendments, and provides that the County accept all liability arising out of the performance of the grant award agreement, including civil court actions for damages, and the State of California and the CDI disclaims responsibility for any such liability.

If grant funding for this program is discontinued, all associated positions will be deleted.

REFERENCE MATERIAL:

BAI #16, January 7, 2025

ATTACHMENTS INCLUDED AND/OR ON FILE:

On file with Clerk - Grant Application / Agreement with CDI On file with Clerk - Resolution

CAO ANALYST:

Fine Nai