RESOLUTION AUTHORIZING CONTRACT FOR MEDICAL AND PHARMACY PLAN ADMINISTRATION SERVICES

WHEREAS, the City of Greensboro uses Third Party Administrator to administer the medical and pharmacy benefits offered to active and retired employees as a component of its' Total Compensation program;

WHEREAS, the City of Greensboro and Human Resources contracts with a Third Party Benefits Plan Administrator Human Resources consulting firm that is specialized in the provision of claims processing, customer services, reporting, and support services related to the City's health and welfare programs;

WHEREAS, the three-year contract, with two potential one-year renewals, will exceed \$100,000, which requires City Council approval;

WHEREAS, Marsh and McLennan subsequently presented the Best and Final offer from both finalists to a committee of representatives from the City Manager's Office, Financial and Administrative Services, Legal, Human Resources and MWBE. The information contained therein was submitted to the City Manager for review and selection of the City's Healthcare vendor for 2018. The contract is therefore awarded to CIGNA effective 1/1/2018;

WHEREAS, the total estimated annual contract value is \$1,318,000. The three year estimated total is \$3,954,000. The maximum five-year estimated total contract value is \$6,590,000. Funds for this contract in the amount of approximately \$659,000 will be available 1/1/2018;

WHEREAS, funds for this contract in the amount of approximately \$1,318,000 will be available in fiscal year 2018-19; from Account 684-1001-01.5419;

WHEREAS, funding for subsequent years is subject to future City Council appropriations.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF GREENSBORO:

That the resolution authorizing Contract for Medical Plan Administration Services to CIGNA is hereby approved.