

# ACTION ITEM

<b>CONTRACT ID:</b>	<b>MEDICAL AND PRESCRIPTION DRUG ADMINISTRATIVE SERVICES ONLY RECOMMENDED VENDOR: FLORIDA BLUE</b>
<b>BUDGETED ITEM</b>	Funding to be included in the Annual Operating Budget for each respective contract term year.
<b>CONTRACT AMOUNT</b>	<ul style="list-style-type: none"><li>• <b>Base Term:</b> 2017-2019 Florida Blue Administrative Fee<ul style="list-style-type: none"><li>○ \$41.00 per enrolled employee per month</li><li>Total Base Term estimated cost: \$1,437,624.00 over the three year term.</li></ul></li><li>• <b>Renewal Term:</b><ul style="list-style-type: none"><li>○ \$43.00 per employee per month from January 1, 2020 - December 31, 2020</li><li>○ \$44.29 per employee per month from January 1, 2021 - December 31, 2021</li><li>○ \$45.62 per employee per month from January 1, 2022 - December 31, 2022</li></ul></li></ul>
<b>PURPOSE / SCOPE</b>	<p>This Action Item represents a new contract award for a third party administrator to provide all administrative services needed for self-funded Health Maintenance Organization (HMO) and a Preferred Provider Organization (PPO) medical plans and prescription benefit program to be offered to Citizens' employees, effective January 1, 2017. These plans were previously fully-funded through insurance contracts.</p> <p>Employee participation will be determined during the 2017 open enrollment period and total cost will be a function of the enrollment in the Florida Blue plans.</p>
<b>CONTRACT TERM(S)</b>	Base Term: January 1, 2017 through December 31, 2019 Renewal Term: Three (3) – one (1) year renewals
<b>PROCUREMENT METHOD</b>	On February 2, 2016 Citizens issued an Invitation To Negotiate #16-0001 for Medical and Prescription Benefits Program. Responses were received and evaluated by an Evaluation Committee. The Evaluation Committee recommended award to Florida Blue on June 24, 2016.
<b>RECOMMENDATION</b>	<p>Staff recommends that Citizens' Board:</p> <ul style="list-style-type: none"><li>a) Approve the contract with Florida Blue as set forth in the Medical and Prescription Drug Administration Services Only Action item for a:<ul style="list-style-type: none"><li>- three (3) year contract</li><li>- three (3) - one (1) year contract renewals</li></ul></li><li>b) Authorize staff to take any appropriate or necessary action consistent with this Action Item.</li></ul> <p>*The Board is also requested to formally delegate the responsibility for day to day oversight and management of the self-funded group Medical and Prescription Drug Plans to Human Resources.</p>
<b>CONTACTS</b>	Violet Bloom, Vice President, Human Resources Carrie Thomas, Director, Total Rewards