

RESOLUTION NO. \_\_\_\_\_

A RESOLUTION OF THE CITY COMMISSION OF THE CITY OF HOLLYWOOD, FLORIDA, AUTHORIZING THE APPROPRIATE CITY OFFICIALS TO EXECUTE A ONE-YEAR BLANKET PURCHASE AGREEMENT WITH CIGNA FOR STOP LOSS INSURANCE FOR AN ANNUAL AMOUNT NOT TO EXCEED \$786,072.10, IN ACCORDANCE WITH SECTION 38.41(C)(9) OF THE PROCUREMENT CODE. (BEST INTEREST)

WHEREAS, the City currently holds stop loss insurance for both Individual Stop Loss (“ISL”) and Aggregate Stop Loss (“ASL”) with CIGNA, who also administers the City’s health insurance program; and

WHEREAS, combining the stop loss vendor with the Health Plan administrator will allow for faster and more accurate stop loss reimbursements to the City; and

WHEREAS, despite the City’s large claimant activity as well as the markets’ double digit increase due to the forecasted rise in health and prescriptions costs, the City’s benefits consultant, the Gehring Group, was able to negotiate a renewal with a 13.6% increase to the current stop loss rates; and

WHEREAS, the Gehring Group and the Office of Human Resources recommend that the City remain with its current stop loss insurance administrator, CIGNA, by authorizing a 12-month rate-guarantee agreement for an annual amount not to exceed \$786,072.10, which includes a 10% buffer to allow for fluctuations in costs; and

WHEREAS, Section 38.41(C)(9) of the Procurement Code states that when the City Commission declares by a five-sevenths (5/7ths) affirmative vote that competitive bidding and competitive proposals are not in the best interest of the City, such purchases are exempt from competitive bidding and competitive proposal requirements; and

WHEREAS, funding for this Blanket Purchase Agreement is available in account number 558.112006.51900.591990.000000.000.000.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COMMISSION OF THE CITY OF HOLLYWOOD, FLORIDA.

Section 1: That the foregoing "WHEREAS" clauses are ratified and confirmed as being true and correct and are incorporated in this Resolution.

Section 2: That it approves and authorizes the execution, by the appropriate City officials, of a Blanket Purchase Agreement with CIGNA, in a form acceptable to the City Manager and approved as to form by the City Attorney.

Section 3: That this Resolution shall be in full force and effect immediately upon its passage and adoption.

PASSED AND ADOPTED this \_\_\_\_\_ day of \_\_\_\_\_, 2024.

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JOSH LEVY, MAYOR

ATTEST:

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PATRICIA A. CERNY, MMC  
CITY CLERK

APPROVED AS TO FORM:

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DOUGLAS R. GONZALES  
CITY ATTORNEY