

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

A RESOLUTION OF THE CITY COMMISSION OF THE CITY OF HOLLYWOOD, FLORIDA, AUTHORIZING THE APPROPRIATE CITY OFFICIALS TO EXECUTE A ONE-YEAR AGREEMENT BETWEEN CIGNA AND THE CITY OF HOLLYWOOD FOR STOP LOSS INSURANCE FOR A NOT TO EXCEED AMOUNT OF 110% OF \$1,045,283.00.

WHEREAS, the City issued Request for Proposal (No. 4513-16-RD) for Benefits Consultant Services at which time the Gehring Group responded and was awarded the contract in July of 2016; and

WHEREAS, Section 38.40(C)(9) of the Code of Ordinances provides that purchases of insurance through the City's agent of record are exempt from the competitive bid and competitive proposal requirements of the City's Purchasing Ordinance;

WHEREAS, notwithstanding the above-described exemption, the Gehring Group issued a Request for Proposals in August of 2017 for medical and prescription drug stop loss insurance; and

WHEREAS, the City's current Third Party Administrator and Stop Loss insurer is Cigna; and

WHEREAS, other stand-alone stop loss proposals were not found to be as competitive as the Cigna proposal, as it includes claims administration services paired with stop loss coverage which provides an advantage; and

WHEREAS, Cigna offered the most competitive and advantageous medical and prescription drug stop loss coverage paired with claims administration services; and

WHEREAS, the total combined medical and prescription drug administration fixed costs along with the bundled stop loss insurance results in a zero rate increase for annual administrative costs and a 10% increase in the specific and aggregate composite rates for the 2018 plan year; and

WHEREAS, funding for the insurance has been appropriated and exists in account number 58.1241.00000.590.009199;

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

Section 1: That it hereby approves and authorizes the execution, by the appropriate City Officials, of a contract embodying the terms and conditions approved by the City Commission this date between Cigna and the City of Hollywood, in a form acceptable to the City Manager and approved as to form and legality by the City Attorney.

Section 2: That this resolution shall be in full force and effect immediately upon its passage and adoption.

PASSED AND ADOPTED this \_\_\_\_\_ day of \_\_\_\_\_, 2017.

\_\_\_\_\_  
JOSHUA LEVY, MAYOR

ATTEST:

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PATRICIA A. CERNY, MMC, CITY CLERK

APPROVED AS TO FORM AND LEGALITY  
For the use and reliance of the  
City of Hollywood, Florida, only.

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DOUGLAS R. GONZALES, CITY ATTORNEY