

A RESOLUTION APPROVING THE THIRD RENEWAL OPTION TO THE AGREEMENT BETWEEN THE CITY OF ST. PETERSBURG, FLORIDA AND UNITEDHEALTHCARE INSURANCE COMPANY FOR GROUP HEALTH PROGRAM ADMINISTRATIVE SERVICES FOR THE HUMAN RESOURCES DEPARTMENT DATED APRIL 1, 2019 TO EXTEND THE TERM AND INCREASE THE CONTRACT BY \$1,935,904 FOR THIS RENEWAL TERM; AUTHORIZING THE PAYMENT OF CLAIMS AND COSTS ASSOCIATED WITH (i) THE CITY'S SELF-FUNDED GROUP HEALTH PROGRAM AND THE HEALTH AND WELLNESS CENTER PROGRAM, (ii) PHARMACY BENEFIT MANAGEMENT SERVICES FOR THE PRESCRIPTION DRUG PORTION OF THE CITY'S GROUP HEALTH PROGRAM, AND (iii) HEALTH REIMBURSEMENT ACCOUNT SERVICES FOR THE PERIOD FROM APRIL 1, 2022 THROUGH MARCH 31, 2023 IN AN AMOUNT NOT TO EXCEED \$62,342,861; AUTHORIZING THE MAYOR OR HIS DESIGNEE TO EXECUTE ALL DOCUMENTS NECESSARY TO EFFECTUATE THIS TRANSACTION; APPROVING A TRANSFER OF UP TO \$3.5 MILLION FROM THE UNAPPROPRIATED BALANCE OF THE GENERAL FUND (0001) TO THE HEALTH INSURANCE FUND (5121); AND PROVIDING AN EFFECTIVE DATE.

WHEREAS, on February 7, 2019, City Council approved a one-year agreement ("Agreement") with three one-year renewal options to UnitedHealthcare Insurance Company for group health program administrative services at an estimated annual cost of \$1,875,674; and

WHEREAS, on January 23, 2020, City Council approved the first one-year renewal option and increased the contract amount by \$1,913,586 for the first renewal term; and

WHEREAS, on January 7, 2021, City Council approved the second one-year renewal option and increased the contract amount by \$1,929,026 for the second renewal term; and

WHEREAS, Administration desires to amend the Agreement to exercise the third and final renewal option and provide funding in the amount of \$1,935,904 for the third renewal term of this Agreement and recommends City Council authorize the payment of claims and costs associated with (i) the City's self-funded group health program and the City's Health and Wellness Center program, (ii) pharmacy benefit management services, and (iii) health reimbursement account services for the term April 1, 2022 through March 31, 2023 in an amount not to exceed \$62,342,861; and

WHEREAS, additional funding for this renewal term will be available after a transfer of up to \$3.5 million from the unappropriated balance of the General Fund (0001) to the Health Insurance Fund (5121); and

WHEREAS, the Procurement & Supply Management Department, in cooperation with the Human Resources Department, recommends approval of this Resolution.

NOW THEREFORE BE IT RESOLVED by the City Council of the City of St. Petersburg, Florida, that the third renewal option to the agreement between the City of St. Petersburg, Florida and UnitedHealthcare Insurance Company for group health program administrative services for the Human Resources Department dated April 1, 2019 to extend the term and increase the contract by \$1,935,904 for this renewal term is hereby approved.

BE IT FURTHER RESOLVED that the payment of claims and costs associated with (i) the City's self-funded group health program and the City's Health and Wellness Center program, (ii) pharmacy benefit management services for the prescription drug portion of the City's group health program, and (iii) health reimbursement account services for the period from April 1, 2022 through March 31, 2023 in an amount not to exceed \$62,342,861 is hereby authorized.

BE IT FURTHER RESOLVED that the Mayor or his designee is authorized to execute all documents necessary to effectuate this transaction.

BE IT FURTHER RESOLVED that the following transfer of up to \$3.5 million from the unappropriated balance of the General Fund (0001) to the Health Insurance Fund (5121) is hereby approved for FY22:

General Fund (0001)

Transfer to: Health Insurance Fund (5121)

\$3,500,000

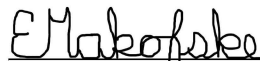
This Resolution shall become effective immediately upon its adoption.

Approved by:



City Attorney (Designee)

00602336



Budget Director