DEPARTMENT OF EMPLOYEE SERVICES

Jacksonville
Where Florida Begins.

MEMORANDUM

TO: Greg Pease, Chairperson
Professional Services Evaluation Committee

FROM: Bob Parr, Chief, Compensation and Benefits
Mary DiPerna, Manager, Compensation and Benefits

SUBJECT: P12-12 Group Health

DATE: October 31, 2016

This is to recommend that the City approve amendment number four (4) to the contract with Florida Blue for the administrative services for the group health plan.

The contract shall be for a one-year period effective January 1, 2017 through December 31, 2017; rates for the administrative fee will remain the same and rates for the specific stop loss coverage will increase by $50,000 annually and the total indebtedness for CY 2017 shall not exceed $4,506,213; the maximum indebtedness for the City of Jacksonville shall not exceed $198,017,594..68.

All other terms and conditions are per the City's standard contract language and the RFP. Nothing contained herein shall be amended, modified, or otherwise revised without prior approval from PSEC and the Mayor.

Attachment:

Florida Blue 2017 renewal letter

Andy Carroll
Strategic Account Executive, Public Sector
Telephone: 904-905-8068 • Facsimile: 904-301-1605

Florida Blue
In the pursuit of health

October 30, 2016

Bob Parr
117 West Duval Street
Suite 150
Jacksonville, FL 32202

RE: 1-1-17 ASO INFORMATION

Dear Bob:

Florida Blue has committed to the following fees and parameters effective 1/1/16.

- Administrative Fee
  - 1-1-17 – 12-31-17 $27.70

The Administration Fees to be charged after the termination of this contract will be billed as follows:

- 1-1-17 – 12-31-17 0% of Run-off Claims

The $600,000 Specific StopLoss Premium based on a 36/12 contract is as follows:

- $9.04 on a composite basis per employee per month. This is firmed for 1-1-17.

We will also agree to continue the $200,000 wellness contribution per year to support the City's Wellness Initiatives.

Please review these details and let me know if you need anything else.

Thank you for your continued support of Florida Blue.