

RESOLUTION NO. 2016-40

RESOLUTION OF THE MAYOR AND CITY COUNCIL OF THE CITY OF HIALEAH, FLORIDA, TO EXTEND SERVICES WITH THE PRIOR COMPETETIVELY BID AWARD THREE ADDITIONAL YEARS WITH A NO COST INCREASE AND AUTHORIZING THE MAYOR AND CITY CLERK, ON BEHALF OF THE CITY, TO ENTER INTO A PROFESSIONAL SERVICES AGREEMENT WITH UNITED HEALTHCARE, INC., WHICH PROCESSES GROUP HEALTH CLAIMS FOR THE CITY, FOR A TERM OF THREE ADDITIONAL YEARS FOR CALENDAR YEARS 2017, 2018, AND 2019 FOR A FIXED MONTHLY RATE OF \$32.77 FOR EACH EMPLOYEE/RETIRED EMPLOYEE, FOR AN AMOUNT NOT TO EXCEED \$750,000.00 EACH YEAR, INCLUSIVE OF THE SHARED SAVINGS FEE, IN A FORM ACCEPTABLE TO THE CITY ATTORNEY.

WHEREAS, pursuant to Hialeah, Fla., Resolution 08-153 (Oct. 28, 2008), the City of Hialeah entered into a three-year agreement with United Healthcare, Inc. and United Healthcare, Inc. has satisfactorily performed thereunder; and

WHEREAS, pursuant to Hialeah, Fla., Resolution 11-39 (May 5, 2011), the City of Hialeah renewed its professional services agreement with United Healthcare, Inc. for a term of two additional years for calendar years 2012 and 2013, with a rate reduction from \$35.19 per employee/retiree per month to \$32.77 per employee/per month, and United Healthcare, Inc. has satisfactorily performed thereunder; and

WHEREAS, pursuant to Hialeah, Fla., Resolution 13-65 (Aug. 13, 2013), the City of Hialeah renewed its professional services agreement with United Healthcare, Inc. for a term of two additional years for calendar years 2014 and 2015, with no rate increase at \$32.77 per employee/per month and agreed to include KAPHS 2.0 clinic program at no additional cost; and

WHEREAS, the City of Hialeah finds that it is in its best interest to renew its professional services agreement with United Healthcare, Inc. for a term of three

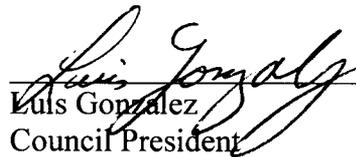
additional years for calendar years 2017, 2018, and 2019, with a no cost increase rate of \$32.77 per employee/retired employee per month; and

WHEREAS, it is advantageous to the City to extend the prior competitively bid award with the rate reduction since services will continue and the cost savings with United Healthcare over the last three years have been significant.

NOW, THEREFORE, BE IT RESOLVED BY THE MAYOR AND THE CITY COUNCIL OF THE CITY OF HIALEAH, FLORIDA, THAT:

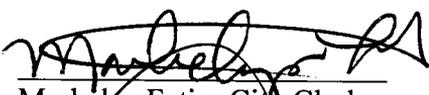
Section 1: The Mayor and the City Council of the City of Hialeah, Florida hereby authorize the extension of the professional services agreement with United Healthcare, Inc., which processes group health claims for the City, for a term of three additional years for calendar years 2017, 2018, and 2019 for a fixed monthly rate of \$32.77 for each employee/retired employee which represents an estimated amount of \$750,000.00 each year, based on 1,200 employees/retired employees, in a form acceptable to the City Attorney.

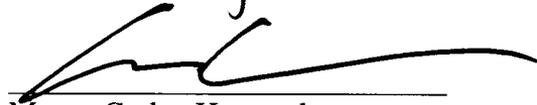
PASSED AND ADOPTED this 26 day of April, 2016.


Luis Gonzalez
Council President

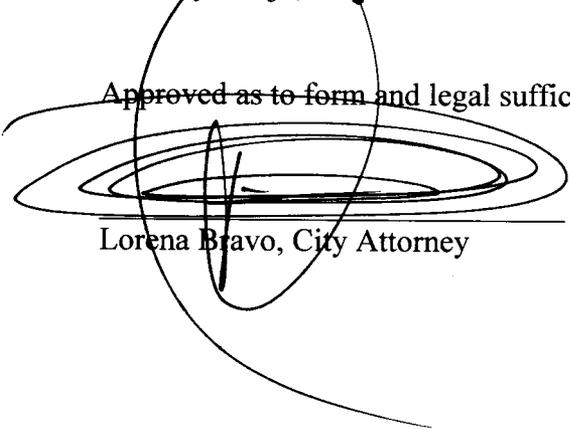
Attest:

Approved on this 2 day of May, 2016.


Marbelys Fatjo, City Clerk


Mayor Carlos Hernandez

Approved as to form and legal sufficiency:


Lorena Bravo, City Attorney

Resolution was adopted by a (7-0) unanimous vote with Councilmembers, Caragol, Casals-Muñoz, Cue-Fuente, Garcia-Martinez, Gonzalez, Hernandez and Lozano voting "Yes".