RESOLUTION NO. 2013-115

RESOLUTION OF THE MAYOR AND THE CITY COUNCIL OF THE CITY OF HIALEAH, FLORIDA AUTHORIZING THE MAYOR OR DESIGNEE TO RENEW HEALTH INSURANCE COVERAGE TO MDW INSURANCE GROUP, INC., A FLORIDA CORPORATION, WITH HCC LIFE INSURANCE COMPANY, AN INDIANA CORPORATION, FOR CALENDAR YEAR 2014 AT A RATE OF $3.17 FOR EACH EMPLOYEE/RETIREE FOR EACH MONTH FOR AGGREGATE STOP LOSS COVERAGE IN ORDER THAT THE INSURANCE CARRIER WILL PAY THE CITY UP TO $1,000,000.00 IF PAID CLAIMS EXCEED THE PREDETERMINED AGGREGATE STOP LOSS ATTACHMENT POINT AND RENEW HEALTH INSURANCE COVERAGE FOR CALENDAR YEAR 2014 AT A RATE OF $9.59 FOR SINGLE COVERAGE AND $32.82 FOR FAMILY COVERAGE FOR EACH EMPLOYEE/RETIREE FOR EACH MONTH FOR SPECIFIC EXCESS COVERAGE WITH NO LIFETIME MAXIMUM, FOR A TOTAL ANNUAL AMOUNT NOT TO EXCEED $500,000.00 FOR CALENDAR YEAR 2014.

WHEREAS, on October 11, 2011, the City Council awarded RFP No. 2011/12-0240-36-006 to MDW Insurance Group, a Florida Corporation, with Everest Reinsurance Company, a New Jersey corporation, to provide specific and aggregate stop loss insurance for calendar year 2012; and,

WHEREAS, MDW Insurance Group with Everest Reinsurance Company provided a renewal option for 2013 with a 1% decrease on the excess risk and aggregate risk rates; and,

WHEREAS, MDW Insurance Group with HCC Life Insurance Company, an Indiana corporation, provided a renewal option for 2014 with a different deductible and lower aggregating specific corridor in order to recover more from high claims and achieve more savings; and,

WHEREAS, the City of Hialeah finds it in its best interest to renew insurance coverage with MDW Insurance Group with HCC Life Insurance Company for an

additional year as a continuation of service for specific and aggregate stop loss insurance for calendar year 2014.

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

Section 1: The City of Hialeah, Florida hereby authorizes the Mayor or designee to renew health insurance coverage to MDW Insurance Group, Inc., a Florida corporation, with HCC Life Insurance Company, an Indiana corporation, for calendar year 2014 at a rate of $3.17 for each employee/retiree for each month for aggregate stop loss coverage in order that the insurance carrier will pay the City up to $1,000,000.00 if paid claims exceed the predetermined aggregate stop loss attachment point and renew health insurance coverage for calendar year 2014 at a rate of $9.59 for single coverage and $32.82 for family coverage for each employee/retiree for each month for specific excess coverage with no lifetime maximum, for a total annual amount not to exceed $500,000.00 for calendar year 2014.

PASSED AND ADOPTED this 13 day of November, 2013.

Isis Garcia Martinez
Council President

Attest:

Approved on this 13 day of November, 2013.

Marbelys ~~Rubio~~ Fatjo, Acting City Clerk

Mayor Carlos Hernandez

Approved as to form and legal sufficiency:

William M. Grodnick, City Attorney

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

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