

**THIS IS A DRAFT AND WILL BE REPLACED BY THE FINAL, SIGNED
ORDINANCE OR RESOLUTION ADOPTED BY CITY COUNCIL**

AN ORDINANCE

**AUTHORIZING AN AMENDMENT AND SECOND
EXTENSION OF THE CONTRACT WITH
UNITEDHEALTHCARE INSURANCE COMPANY, IN AN
ESTIMATED ANNUAL AMOUNT OF \$4,368,318 TO PROVIDE
THIRD PARTY ADMINISTRATION FOR THE CITY'S SELF
FUNDED MEDICAL PLANS AND OTHER RELATED
SERVICES.**

* * * *

WHEREAS, the City's Employee Benefits program provides covered employees and retirees with medical, prescription and flexible spending claim and reduced health care costs resulting from contracted provider discounts, utilization review, large case management, wellness programs and disease management, which services include third party administration ("TPA"), Flexible Spending Account ("FSA") Administration, Preferred Provider Organization ("PPO"), and Total Health Management and Prescription Benefit Management (PBM) services; and

WHEREAS, the contract provides medical third party administration for the City's self-funded medical plans, flexible spending account administration, preferred provider organization, total health management and prescription benefit management services; and

WHEREAS, the contract term ends December 31, 2012 and contains two (2), one (1) year extensions; and

WHEREAS, the parties wish to exercise the second renewal option for a one-year period, beginning January 1, 2014 and ending December 31, 2014; and

WHEREAS, the parties also wish to amend the contract to provided for the amended rates;
NOW THEREFORE:

BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF SAN ANTONIO:

SECTION 1. The City's contract with United HealthCare is hereby amended as set forth in Attachment 1. This contract is also extended for a one year period, from January 1, 2014 through December 31, 2014 as set forth in Attachment 1. The City Manager, or her designee, is authorized to execute the Extension and Amendment, Attachment 1.

SECTION 2. Funding in the amount of \$3,276,238.00 are budgeted for this contract in fund 75002000, Cost Center 1002010025, and General Ledger 5201040, as part of the Fiscal Year 2014 Budget.

SECTION 3. The financial allocations in this Ordinance are subject to approval by the Director of Finance, City of San Antonio. The Director may, subject to concurrence by the City Manager or the City Manager’s designee, correct allocations to specific Cost Centers, WBS Elements, Internal Orders, General Ledger Accounts, and Fund Numbers as necessary to carry out the purpose of this Ordinance.

SECTION 4. This ordinance is effective immediately upon passage by eight affirmative votes; otherwise, it is effective ten days after passage.

PASSED AND APPROVED this ____th day of _____, 2013.

M A Y O R
Julián Castro

ATTEST:

APPROVED AS TO FORM:

Leticia M. Vacek, City Clerk

Michael Bernard, City Attorney

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