

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

AN ORDINANCE

RATIFYING AN AMENDMENT TO THE PROFESSIONAL SERVICES CONTRACT WITH MHBT INC. TO: (1) PROVIDE THAT MHBT SHALL PROVIDE THE CITY CONSULTING SERVICES RELATED TO (A) THE REVIEW, ANALYSIS, AND MODELING OF OPTIONS FOR THE HEALTH BENEFITS PROVIDED TO THE CITY'S UNIFORMED POLICE AND FIRE EMPLOYEES, AND (B) NEGOTIATIONS FOR A CONTRACT EXTENSION WITH UNITED HEALTHCARE INSURANCE COMPANY; (2) INCREASE THE COMPENSATION PAYABLE TO MHBT INC. TO NOT MORE THAN \$250,000.00; AND (3) EXTEND THE TERM OF THE CONTRACT THROUGH DECEMBER 31, 2014.

* * * * *

WHEREAS, on approximately October 21, 2013, the City and MHBT INC. ("MHBT") entered into that one certain *Professional Services Contract* ("Contract"), providing terms and conditions under which MHBT shall provide professional consulting services to the City related to the review of the health benefits provided to the City's civilian and uniformed fire and police employees in connection with presentations to and deliberations by the Healthcare & Retirement Benefits Study Group appointed by the Mayor for a term ending September 30, 2014; and

WHEREAS, the Contract provides that the compensation payable to MHBT will not exceed \$50,000.00; and

WHEREAS, City Staff has recommended that the Contract be amended to:

1. provide that MHBT shall provide the City consulting services related to (a) the review, analysis, and modeling of options for the health benefits provided to the city's uniformed police and fire employees, and (b) assisting the City in the negotiations for a contract extension with United Healthcare Insurance Company;
2. increase the compensation payable to MHBT under the Contract to not more than \$250,000.00; and
3. extend the term of the Contract through December 31, 2014.,

and MHBT is willing to agree to such amendments to the Contract; and

WHEREAS, after due deliberations on and consideration of the matter, the City Council desires to accept the Staff recommendations as set forth above; **NOW THEREFORE**;

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

SECTION 1. The amendment of the Contract, to:

1. provide that MHBT shall provide the City consulting services related to (a) the review, analysis, and modeling of options for the health benefits provided to the city's uniformed police and fire employees, and (b) assisting the City in the negotiations for a contract extension with United Healthcare Insurance Company;
2. increase the compensation payable to MHBT under the Contract to not more than \$250,000.00; and
3. extend the term of the Contract through December 31, 2014,

is hereby approved.

SECTION 2. That certain *Second Amendment Of Professional Services Contract* with MHBT ("Second Amendment") is hereby ratified and affirmed in all things. The City Manager, or her designee, or the Chief Financial Officer or his designee, or the Director of Finance or his designee, are each hereby authorized to execute the Second Amendment, substantially in the form attached hereto as **Attachment I** and incorporated herein by reference for all purposes.

SECTION 3. All actions previously taken and performed by and on behalf of the City of San Antonio under the Second Amendment are hereby ratified and affirmed in all things.

SECTION 4. INSERT FINANCIAL LANGUAGE.

SECTION 5. Payment not to exceed the budgeted amount is authorized to MHBT and should be encumbered with a purchase order.

SECTION 6. The financial allocations in this Ordinance are subject to approval by the Director of Finance, City of San Antonio. The Director of Finance, may, subject to concurrence by the City Manager or the City Manager's designee, correct allocations to specific SAP Fund Numbers, SAP Project Definitions, SAP WBS Elements, SAP Internal Orders, SAP Fund Centers, SAP Cost Centers, SAP Functional Areas, SAP Funds Reservation Document Numbers, and SAP GL Accounts as necessary to carry out the purpose of this Ordinance.

SECTION 7. This ordinance is effective immediately upon passage by eight (8) affirmative votes; otherwise, said effective date shall be ten (10) days from the date of passage hereof.

PASSED AND APPROVED this _____ day of _____, 2014.

M A Y O R
Julían Castro

ATTEST:

APPROVED AS TO FORM:

Leticia M. Vacek, City Clerk

Robert F. Greenblum, City Attorney

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