

**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 EXTENSION OF THE
CONTRACT WITH UNITEDHEALTHCARE INSURANCE
COMPANY, IN AN ESTIMATED ANNUAL AMOUNT OF \$-----,
TO PROVIDE THIRD PARTY ADMINISTRATION SERVICES
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 amend the contract term to extend for an additional one-year period, beginning January 1, 2015 and ending December 31, 2015; and

WHEREAS, the parties also wish to amend the contract to provide for amended pharmacy management rebates; **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, 2015 through December 31, 2015 as set forth in Attachment 1. The City Manager, or her designee, is authorized to execute the Extension and Amendment, Attachment 1.

SECTION 2. *Fiscal information*

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,

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Item No.

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 ____ day of _____, 2014.

M A Y O R
Julián Castro

ATTEST:

APPROVED AS TO FORM:

Leticia M. Vacek, City Clerk

Robert F. Greenblum, City Attorney