

RESOLUTION NO. 1999- 128

AUTHORIZING CONTRACT 99076A WITH MEDICAL MUTUAL OF OHIO FOR THE FURNISHING OF HEALTH CARE BENEFITS COVERAGE FOR A PERIOD OF ONE YEAR WITH THREE ONE-YEAR OPTIONS AT A TOTAL ESTIMATE OF \$5,610,000.00 FOR THE BASE YEAR - GENERAL FUND (VARIOUS DEPARTMENT BUDGETS)

WHEREAS, the proposal of Medical Mutual of Ohio located at Rock Run North, 5700 Lombardo Centre, Suite 140, Seven Hills, Ohio 44131 to provide administration, claim adjudication and stop loss coverage of the Authority's self-funded medical plan and administration and claim adjudication for the self-funded dental plan for a one year period with the Authority's option to extend three, one-year periods was received on July 7, 1999; and

WHEREAS, negotiations with Medical Mutual of Ohio have resulted in the estimated amounts of four million two hundred eighty eight thousand and 00/100 dollars (\$4,288,000.00) for the medical plan and one million three hundred twenty two thousand and 00/100 dollars (\$1,322,000.00) for the dental plan based on the rates submitted and anticipated claims utilization; and

WHEREAS, the General Manager deems the offer of Medical Mutual of Ohio, as modified by negotiations, to be advantageous to the Authority, price and all other factors considered and recommends acceptance thereof by the Board of Trustees.

NOW, THEREFORE, BE IT RESOLVED by the Board of Trustees of the Greater Cleveland Regional Transit Authority, Cuyahoga County, Ohio:

Section 1. That the proposal submitted by Medical Mutual of Ohio, as modified by negotiations, be and the same is hereby accepted as the most advantageous offer, price and other factors considered, to provide the Authority's self-funded medical, dental and stop loss coverage for a one year period with the Authority's option to exercise up to three, one-year terms.

Section 2. That the General Manager of the Authority be and he is hereby authorized to enter into a contract with Medical Mutual of Ohio for the administration, claim adjudication and stop loss coverage for a period of one year commencing January 1, 2000 and ending December 31, 2000, with options to extend the contract for up to three additional one-year terms.

Section 3. That the base year of said contract shall incorporate and be consistent with the proposal dated July 7, 1999, as modified through negotiations.


Section 4. That said contract shall be payable out of the General Fund, Various Department Budgets, in the not to exceed amounts of four million two hundred eighty eight thousand and 00/100 dollars, (\$4,288,000.00) for the medical plan and one million three hundred twenty two thousand and 00/100 dollars (\$1,322,000.00) for the dental plan.


Section 5. That the General Manager be authorized to exercise the options for three additional one-year periods, at a cost not to exceed four million two hundred eighty eight thousand and 00/100 dollars (\$4,288,000.00) for the medical plan and one million three hundred twenty two thousand and 00/100 dollars (\$1,322,000.00) for the dental plan per year, at the rates established based on the Authority's claims utilization.

Section 6. That said contract shall be binding upon and an obligation of the Authority contingent upon appropriations for future years; compliance by the contractor to the Specification and Addenda, if any; the Affirmative Action Plan adopted by the Board of Trustees in Resolution 1999-114; bonding and insurance requirements, and all applicable laws relating to the contractual obligations of the Authority.

Section 7. That this resolution shall become effective immediately upon its adoption.

Adopted: September 28, 1999

  
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President

Attest:   
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General Manager/Secretary-Treasurer