

RESOLUTION NO. 1999-129

AUTHORIZING CONTRACT 99076C WITH CIGNA HEALTHCARE FOR THE FURNISHING OF MEDICAL AND DENTAL HEALTH MAINTENANCE ORGANIZATION SERVICES FOR A PERIOD OF ONE YEAR WITH THREE ONE-YEAR OPTIONS AT AN ESTIMATE OF \$2,313,000.00 FOR THE BASE YEAR OF THE MEDICAL PLAN AND AT ESTABLISHED RATES AND EMPLOYEE ENROLLMENT FOR THE DENTAL PLAN - GENERAL FUND (VARIOUS DEPARTMENT BUDGETS).

WHEREAS, the proposal of CIGNA Healthcare, located at Crowne Centre, 5005 Rockside Road, Suite 700, Independence, Ohio 44131 to provide an EPP/HMO Medical Plan and a DHMO Dental Plan to the Authority for a one year period with the Authority's option to extend three, one-year periods was received on July 7, 1999; and

WHEREAS, the offer of CIGNA Healthcare, as negotiated, was deemed acceptable at an estimated price of two million three hundred thirteen thousand and 00/100 dollars (\$2,313,000.00) for the base year, of the medical plan based on the rates submitted at anticipated claims utilization; and

WHEREAS, the General Manager deems the offer of CIGNA Healthcare, as modified through negotiations, to be advantageous to the Authority, price and all other factors considered, and therefore 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 CIGNA Healthcare on July 7, 1999, as negotiated, be and the same is hereby accepted as an advantageous offer to provide an EPP/HMO Medical Plan and a DHMO Dental Plan for a one year period with the Authority's option to exercise up to three, one-year options.

Section 2. That the General Manager of the Authority be and he is hereby authorized to enter into a contract with CIGNA Healthcare for the furnishing of an EPP/HMO Medical Plan and a DHMO Dental Plan 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 said contract shall incorporate and be consistent with the proposal dated July 7, 1999, as modified by negotiations.

Section 4. That the base year of said contract shall be payable out of the General Fund, Various Department Budgets, in the not to exceed amount of two million three hundred thirteen thousand and 00/100 dollars (\$2,313,000.00) for the medical plan and at established rates and employee enrollment for the dental plan.

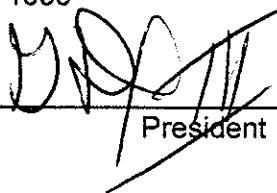
Section 5. That the General Manager be authorized to exercise the options for three additional one-year periods, at a cost not to exceed two million three hundred thirteen thousand and 00/100 dollars (\$2,313,000.00) per year for the medical plan and at established rates and employee enrollment for the dental plan per year.

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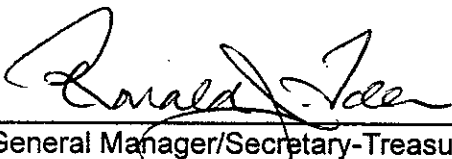
Section 6. That said contract shall be binding upon and an obligation of the Authority contingent upon appropriations for future years; compliance by the contractor to the Specification and Addenda, if any; he Affirmative Action Plan adopted by the Board of Trustees in Resolution 1999-114; bonding and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



President

Attest: 

General Manager/Secretary-Treasurer