

RESOLUTION NO. 1999-130

AUTHORIZING CONTRACT 99076B WITH KAISER PERMANENTE FOR THE FURNISHING OF HEALTH MAINTENANCE ORGANIZATION SERVICES FOR A PERIOD OF ONE YEAR WITH THREE ONE-YEAR OPTIONS AT AN ESTIMATE OF \$4,020,000.00 FOR THE BASE YEAR - GENERAL FUND (VARIOUS DEPARTMENT BUDGETS).

WHEREAS, the proposal of Kaiser Permanente, located at North Point Tower, Suite 1200, 1001 Lakeside Avenue, Cleveland, Ohio 44114 to provide a Health Maintenance Organization Plan (HMO) with Prescription 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 Kaiser Permanente, as negotiated, was deemed acceptable at an estimated price of four million twenty thousand and 00/100 dollars (\$4,020,000.00) based on the rates submitted at anticipated utilization; and

WHEREAS, the General Manager deems the offer of Kaiser Permanente, 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 Kaiser Permanente on July 7, 1999, as negotiated, be and the same is hereby accepted as an advantageous offer to provide a Medical HMO and Prescription 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 Kaiser Permanente to provide a Medical HMO and Prescription 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.

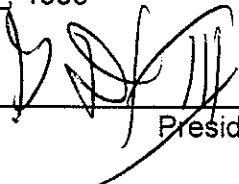
Section 4. That the base year of said contract shall be payable out of the General Fund, Various Department Budgets, in the not to exceed amount of four million twenty thousand and 00/100 dollars (\$4,020,000.00).

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 twenty thousand and 00/100 dollars (\$4,020,000.00) 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



President

Attest: 

General Manager/Secretary-Treasurer