

City Council
Agenda Memo



City Council
Meeting Date: 10/09/14

TO: Larry D. Gilley, City Manager
FROM: Ronnie C. Kidd, Managing Director for Administration
SUBJECT: Marketing Analysis Presentation and Discussion regarding Award of Bid (#CB-1440) – Request for Proposal for Medical Health Insurance

GENERAL INFORMATION

The City of Abilene issued a Request for Proposal (RFP) in August for Third Party Administrator (TPA) services for the self-insured medical and prescription plan. Newspaper notices were published on August 17 and August 24, 2014. The deadline for proposal submissions was September 4, 2014.

From an access perspective, the RFP required that both Hendrick Health System and Abilene Regional Medical Center be administered and considered as “in-network” facilities by the TPA. Responses were received from four (4) vendors. With assistance from Holmes Murphy & Associates, the City’s benefits consultants, staff analyzed the responses to the proposals. Three vendors were identified as finalists and invited to present their proposals to staff and Holmes Murphy & Associates, on September 23, 2014.

Jarrad Wills with Holmes Murphy & Associates will be at the City Council meeting to present information from the RFP responses and discuss the analysis that supports the staff recommendation for the selection of the TPA.

SPECIAL CONSIDERATIONS

N/A

FUNDING/FISCAL IMPACT:

From a budget perspective, the FY 15 self-insurance fund budget will provide funding for the medical and prescription plan and its administration. Information in the attached presentation will be discussed with the City Council at the meeting.

STAFF RECOMMENDATION

Staff recommends award of bid to Aetna to serve as the City’s third party administrator of the self-insured medical and prescription plan.

ATTACHMENTS

Revised 2015 Marketing Analysis Presentation, to be presented by Jarrad Wills, Holmes Murphy & Associates

Prepared by:

Name: Ronnie C. Kidd
Title: Managing Director for Administration

Item No. 7.9

Disposition by City Council

- Approved Ord/Res# _____
- Denied _____
- Other _____

City Secretary