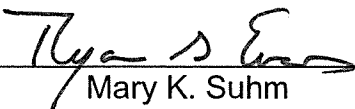


**JUNE 15, 2011 CITY COUNCIL BRIEFING AGENDA
CERTIFICATION**

This certification is given pursuant to Chapter XI, Section 9 of the City Charter for the City Council Briefing Agenda dated June 15, 2011. We hereby certify, as to those contracts, agreements, or other obligations on this Agenda authorized by the City Council for which expenditures of money by the City are required, that all of the money required for those contracts, agreements, and other obligations is in the City treasury to the credit of the fund or funds from which the money is to be drawn, as required and permitted by the City Charter, and that the money is not appropriated for any other purpose.



Mary K. Suhm
City Manager

6/10/11

Date



Edward Scott
City Controller

6/10/11

Date

RECEIVED

2011 JUN 10 PM 4: 41

CITY SECRETARY
DALLAS, TEXAS



COUNCIL BRIEFING AGENDA

June 15, 2011

DATE

(FOR GENERAL INFORMATION AND RULES OF COURTESY PLEASE SEE OPPOSITE SIDE.)

(LA INFORMACIÓN GENERAL Y REGLAS DE CORTESÍA QUE DEBEN OBSERVARSE

DURANTE LAS ASAMBLEAS DEL CONSEJO MUNICIPAL APARECEN EN EL LADO OPUESTO, FAVOR DE LEERLAS.)

General Information

The Dallas City Council regularly meets on Wednesdays beginning at 9:00 a.m. in the Council Chambers, 6th floor, City Hall, 1500 Marilla. Council agenda meetings are broadcast live on WRR-FM radio (101.1 FM) and on Time Warner City Cable Channel 16. Briefing meetings are held the first and third Wednesdays of each month. Council agenda (voting) meetings are held on the second and fourth Wednesdays. Anyone wishing to speak at a meeting should sign up with the City Secretary's Office by calling (214) 670-3738 before 9:00 a.m. on the meeting date. Citizens can find out the name of their representative and their voting district by calling the City Secretary's Office.

Sign interpreters are available upon request with a 48-hour advance notice by calling (214) 670-5208 V/TDD. The City of Dallas is committed to compliance with the Americans with Disabilities Act. **The Council agenda is available in alternative formats upon request.**

If you have any questions about this agenda or comments or complaints about city services, call 311.

Rules of Courtesy

City Council meetings bring together citizens of many varied interests and ideas. To insure fairness and orderly meetings, the Council has adopted rules of courtesy which apply to all members of the Council, administrative staff, news media, citizens and visitors. These procedures provide:

- That no one shall delay or interrupt the proceedings, or refuse to obey the orders of the presiding officer.
- All persons should refrain from private conversation, eating, drinking and smoking while in the Council Chamber.
- Posters or placards must remain outside the Council Chamber.
- No cellular phones or audible beepers allowed in Council Chamber while City Council is in session.

"Citizens and other visitors attending City Council meetings shall observe the same rules of propriety, decorum and good conduct applicable to members of the City Council. Any person making personal, impertinent, profane or slanderous remarks or who becomes boisterous while addressing the City Council or while attending the City Council meeting shall be removed from the room if the sergeant-at-arms is so directed by the presiding officer, and the person shall be barred from further audience before the City Council during that session of the City Council. If the presiding officer fails to act, any member of the City Council may move to require enforcement of the rules, and the affirmative vote of a majority of the City Council shall require the presiding officer to act." Section 3.3(c) of the City Council Rules of Procedure.

Informacion General

El Ayuntamiento de la Ciudad de Dallas se reúne regularmente los miércoles en la Cámara del Ayuntamiento en el sexto piso de la Alcaidía, 1500 Marilla, a las 9 de la mañana. Las reuniones informativas se llevan a cabo el primer y tercer miércoles del mes. Estas audiencias se transmiten en vivo por la estación de radio WRR-FM 101.1 y por cablevisión en la estación *Time Warner CityCable* Canal 16. El Ayuntamiento Municipal se reúne el segundo y cuarto miércoles del mes para tratar asuntos presentados de manera oficial en la agenda para su aprobación. Toda persona que desee hablar durante la asamblea del Ayuntamiento, debe inscribirse llamando a la Secretaría Municipal al teléfono (214) 670-3738, antes de las 9 de la mañana del día de la asamblea. Para enterarse del nombre de su representante en el Ayuntamiento Municipal y el distrito donde usted puede votar, favor de llamar a la Secretaría Municipal.

Intérpretes para personas con impedimentos auditivos están disponibles si lo solicita con 48 horas de anticipación llamando al (214) 670-5208 (aparato auditivo V/TDD). La Ciudad de Dallas se esfuerza por cumplir con el decreto que protege a las personas con impedimentos, *Americans with Disabilities Act*. **La agenda del Ayuntamiento está disponible en formatos alternos si lo solicita.**

Si tiene preguntas sobre esta agenda, o si desea hacer comentarios o presentar quejas con respecto a servicios de la Ciudad, llame al 311.

Reglas de Cortesia

Las asambleas del Ayuntamiento Municipal reúnen a ciudadanos de diversos intereses e ideologías. Para asegurar la imparcialidad y el orden durante las asambleas, el Ayuntamiento ha adoptado ciertas reglas de cortesía que aplican a todos los miembros del Ayuntamiento, al personal administrativo, personal de los medios de comunicación, a los ciudadanos, y a visitantes. Estos reglamentos establecen lo siguiente:

- Ninguna persona retrasará o interrumpirá los procedimientos, o se negará a obedecer las órdenes del oficial que preside la asamblea.
- Todas las personas deben abstenerse de entablar conversaciones, comer, beber y fumar dentro de la cámara del Ayuntamiento.
- Anuncios y pancartas deben permanecer fuera de la cámara del Ayuntamiento.
- No se permite usar teléfonos celulares o enlaces electrónicos (*paggers*) audibles en la cámara del Ayuntamiento durante audiencias del Ayuntamiento Municipal.

"Los ciudadanos y visitantes presentes durante las asambleas del Ayuntamiento Municipal deben obedecer las mismas reglas de comportamiento, decoro y buena conducta que se aplican a los miembros del Ayuntamiento Municipal. Cualquier persona que haga comentarios impertinentes, utilice vocabulario obsceno o difamatorio, o que al dirigirse al Ayuntamiento lo haga en forma escandalosa, o si causa disturbio durante la asamblea del Ayuntamiento Municipal, será expulsada de la cámara si el oficial que esté presidiendo la asamblea así lo ordena. Además, se le prohibirá continuar participando en la audiencia ante el Ayuntamiento Municipal. Si el oficial que preside la asamblea no toma acción, cualquier otro miembro del Ayuntamiento Municipal puede tomar medidas para hacer cumplir las reglas establecidas, y el voto afirmativo de la mayoría del Ayuntamiento Municipal precisará al oficial que esté presidiendo la sesión a tomar acción." Según la sección 3.3(c) de las reglas de procedimientos del Ayuntamiento.

AGENDA
CITY COUNCIL BRIEFING MEETING
WEDNESDAY, JUNE 15, 2011
CITY HALL
1500 MARILLA
DALLAS, TEXAS 75201
9:00 A.M.

9:00 am Invocation and Pledge of Allegiance 6ES

 Special Presentations

 Open Microphone Speakers

VOTING AGENDA 6ES

1. Approval of Minutes of the June 1, 2011 City Council Meeting
2. Consideration of appointments to boards and commissions and the evaluation and duties of board and commission members (List of nominees is available in the City Secretary's Office)

ITEMS FOR INDIVIDUAL CONSIDERATION

Business Development & Procurement Services

**Employee/Retiree
Health Benefits Contracts**

Note: Item Nos. 3 and 4
must be considered collectively.

3. * Authorize a three-year service contract, with two one-year renewal options, for the period January 1, 2012 through December 31, 2014 with United HealthCare Services, Inc., most advantageous proposer of ten, for: **(1)** Medical Third-Party Administration services; **(2)** fully-insured Medicare Advantage HMO, AARP Medicare Supplement, and enhanced Medicare "Part D" prescription drug plans for Medicare eligible retirees and their eligible spouses; and **(3)** fully-insured vision and dental plans - Not to exceed \$18,919,919 - Financing: Third-Party Administration fees and Medicare Plans to be paid from Employee Benefits Current Funds (in accordance with the retiree contribution rates approved annually by the City Council and subject to annual appropriations); and fully-insured vision and dental plans to be paid by employee/retiree payroll deductions
4. * Authorize a three-year service contract, with two one-year renewal options, for the period January 1, 2012 through December 31, 2014 with CaremarkPCS Health, LLC, most advantageous proposer of ten, for prescription benefit management, with Caremark receiving a \$1.00 dispensing fee for each prescription filled - Not to exceed \$800,000 - Financing: Employee Benefits Current Funds (subject to annual appropriations)

AGENDA
CITY COUNCIL BRIEFING MEETING
WEDNESDAY, JUNE 15, 2011

ITEMS FOR INDIVIDUAL CONSIDERATION (Continued)

City Secretary's Office

5. An ordinance amending Ordinance No. 28219 to change certain election day polling and early voting locations for the June 18, 2011 runoff election, for the purpose of electing the Mayor and one member of the City Council for Place 12 and 15 (Mayor) for the term beginning June 27, 2011 - Financing: No cost consideration to the City

Briefings

6ES

- A. 2011 Community Survey Findings Report
- B. Budget Workshop #4 - FY 2011-12 Budget Development Update
- C. The Green Path from Trash to Treasure: Follow-Up Information

Lunch

- D. Capital Improvement Program Update
- E. Fleet Operations Update

Closed Session

6ES

Attorney Briefings (Sec. 551.071 T.O.M.A.)

- Hilda Morales and Delia Vargas v. City of Dallas, Cause No. 10-03460-F
- City of Dallas v. Pinnacle Industrial Center, L.P., et al., Cause No. 09-04103-C
- City of Dallas v. Mainland Land & Equipment Co., et al., Cause No. 09-09703-A

Attorney Briefings (Sec. 551.071) and Real Property Deliberations (Sec. 551.072 T.O.M.A.)

- Legal issues involving the oil and gas leases between City of Dallas and Trinity East Energy, LLC.

Personnel (Sec. 551.074 T.O.M.A.)

- Discussion regarding the performance review and exit interview of City Secretary Deborah Watkins

AGENDA
CITY COUNCIL BRIEFING MEETING
WEDNESDAY, JUNE 15, 2011

Open Microphone Speakers

6ES

The above schedule represents an estimate of the order for the indicated briefings and is subject to change at any time. Current agenda information may be obtained by calling (214) 670-3100 during working hours.

Note: An expression of preference or a preliminary vote may be taken by the Council on any of the briefing items.

A closed executive session may be held if the discussion of any of the above agenda items concerns one of the following:

1. Contemplated or pending litigation, or matters where legal advice is requested of the City Attorney. Section 551.071 of the Texas Open Meetings Act.
2. The purchase, exchange, lease or value of real property, if the deliberation in an open meeting would have a detrimental effect on the position of the City in negotiations with a third person. Section 551.072 of the Texas Open Meetings Act.
3. A contract for a prospective gift or donation to the City, if the deliberation in an open meeting would have a detrimental effect on the position of the City in negotiations with a third person. Section 551.073 of the Texas Open Meetings Act.
4. Personnel matters involving the appointment, employment, evaluation, reassignment, duties, discipline or dismissal of a public officer or employee or to hear a complaint against an officer or employee. Section 551.074 of the Texas Open Meetings Act.
5. The deployment, or specific occasions for implementation of security personnel or devices. Section 551.076 of the Texas Open Meetings Act.
6. Deliberations regarding economic development negotiations. Section 551.087 of the Texas Open Meetings Act.

PUBLIC MEETINGS FOR JUNE 16 - JUNE 30, 2011

Tuesday, June 28, 2011

Municipal Library Board

4:00 p.m.

J. Erik Jonsson Central Library, Municipal Library Board Room

AGENDA ITEMS # 3,4

KEY FOCUS AREA: Make Government More Efficient, Effective and Economical

AGENDA DATE: June 15, 2011

COUNCIL DISTRICT(S): All

DEPARTMENT: Business Development & Procurement Services
Human Resources

CMO: Jeanne Chipperfield, 670-7804
Mary K. Suhm, 670-5306

MAPSCO: N/A

SUBJECT

Employee/Retiree Health Benefits Contracts

- * Authorize a three-year service contract, with two one-year renewal options, for the period January 1, 2012 through December 31, 2014 with United HealthCare Services, Inc., most advantageous proposer of ten, for **(1)** Medical Third-Party Administration services; **(2)** fully-insured Medicare Advantage HMO, AARP Medicare Supplement, and enhanced Medicare “Part D” prescription drug plans for Medicare eligible retirees and their eligible spouses; and **(3)** fully-insured vision and dental plans - Not to exceed \$18,919,919 - Financing: Third-Party Administration fees and Medicare Plans to be paid from Employee Benefits Current Funds (in accordance with the retiree contribution rates approved annually by the City Council and subject to annual appropriations); and fully-insured vision and dental plans to be paid by employee/retiree payroll deductions
- * Authorize a three-year service contract, with two one-year renewal options, for the period January 1, 2012 through December 31, 2014 with CaremarkPCS Health, LLC, most advantageous proposer of ten, for prescription benefit management; with Caremark receiving a \$1.00 dispensing fee for each prescription filled – Not to exceed \$800,000 - Financing: Employee Benefits Current Funds (subject to annual appropriations)

BACKGROUND

These service contracts will provide the City Third-Party Administration and related insurance services for thirty-six months. In January 2011 the City issued a Request for Proposal (RFP) seeking a Third-Party Administrator (TPA) to provide medical administration and claims processing services, prescription drug services, a comprehensive wellness program, and fully-insured Medicare, Vision, and Dental insurance plans.

BACKGROUND (Continued)

To obtain the most competitive pricing, proposals were accepted for bundled and unbundled services. All proposers were asked to give presentations related to their respective services and each service presented was scored by the Evaluation Committee. Buck Consultants, the City's employee benefits consultant, prepared the financial analysis of all proposals.

The contract with United HealthCare Services, Inc. will provide claims processing administration, medical management, PPO network access, utilization review, large-case management, 24-hour nurse line service, COBRA and Flexible Spending Account administration; they will also coordinate pharmacy claims with CVSCaremark.

A seven member committee from the following departments reviewed and evaluated the proposals:

- Human Resources (1)
- Fire Rescue (1)
- Communication and Information Services (1)
- Police (1)
- Office of Financial Services (1)
- Business Development and Procurement Services (2)*

*Business Development and Procurement Services only evaluated the Business Inclusion & Development Plan and the financial summary.

The successful proposers were selected by the committee on the basis of demonstrated competence and qualifications under the following criteria:

- | | |
|--|-----|
| ● Financial Summary | 37% |
| ● Network Accessibility & Discount Summary | 25% |
| ● Qualifications & Experience Overview | 18% |
| ● Business Inclusion & Development Plan | 15% |
| ● Wellness, Case & Disease Management | 5% |

As part of the solicitation process and in an effort to increase competition, Business Development and Procurement Services (BDPS) used its procurement system to send out 596 email bid notifications to vendors registered under respective commodities. To further increase competition, BDPS uses historical solicitation information, the internet, and vendor contact information obtained from user departments to contact additional vendors by phone. Additionally, in an effort to secure more bids, notifications were sent by the BDPS' ResourceLINK Team (RLT) to 25 chambers of commerce, the DFW Minority Business Council and the Women's Business Council - Southwest, to ensure maximum vendor outreach.

PRIOR ACTION/REVIEW (COUNCIL BOARDS, COMMISSIONS)

On June 13, 2011, scheduled to be briefed at the Budget, Finance & Audit Committee.

On June 23, 2010, City Council authorized **(1)** a one-year renewal option to the contact with UnitedHealthcare of Texas, Inc. to continue to serve as the Third Party Administrator for employee and retiree health benefits for the period January 1, 2011 through December 31, 2011 in an amount not to exceed \$3,737,454, from \$17,162,546 to \$20,900,000; and **(2)** a change in Pharmacy Benefits Managers from Medco to Prescription Solutions effective October 1, 2010 through December 31, 2011 by Resolution No. 10-1690.

On October, 14, 2009, City Council authorized **(1)** approval of the UnitedHealthcare restatement contract document which authorizes a one-year renewal option allowing UnitedHealthcare to continue services as the Third Party Administrator for the period January 1, 2010 through December 31, 2010, including all state and federal legal requirements in an amount not to exceed \$3,500,000; and **(2)** approval of the proposed health coverage premium rates. Total cost is based on the number of employee/retiree participants in the plan by Resolution No. 09-2566.

Authorized adoption of the 2009 Employee and Retiree Health Benefit Plans on September 24, 2008, by Resolution No. 08-2620.

Authorized adoption of the 2008 Employee and Retiree Health Benefit Plans on September 26, 2007, by Resolution No. 07-3828.

Authorized adoption of the 2007 Employee and Retiree Health Benefit Plans on September 27, 2006, by Resolution No. 06-2640.

On September 27, 2006, City Council authorized **(1)** termination of the contract with Blue Cross Blue Shield of Texas, previously approved on September 10, 2003 by Resolution No. 03-2578, which offers the fully-insured Health Maintenance Organization (HMO) plan for active employees, retirees and their eligible dependents, effective December 31, 2006; **(2)** an amendment to the contract with UnitedHealthcare Insurance Company to offer a self-insured Exclusive Provider Organization for active employees, eligible retirees and their eligible dependents to replace the fully-insured HMO plan; and **(3)** an amendment to the contract with UnitedHealthcare Insurance Company to offer fully-insured Medicare Advantage HMO, AARP Medicare Supplement and enhanced Medicare "Part D" prescription drug plans to Medicare eligible (Part A & B) retirees and their eligible spouses for the period January 1, 2007 through December 31, 2009, by Resolution No. 06-2641.

Authorized adoption of the 2006 Employee and Retiree Health Benefits Plan on December 14, 2005, by Resolution No. 05-3545.

PRIOR ACTION/REVIEW (COUNCIL BOARDS, COMMISSIONS) (Continued)

On October 12, 2005, City Council authorized **(1)** termination of the contract with Humana Insurance Company for claims processing administration, Preferred Provider Organization network access, utilization review, large-case management, 24-hour nurse line service, prescription drug services, COBRA and Flexible Spending Account administration, effective December 31, 2005, and **(2)** a forty-eight-month contract, with two twelve-month renewal options, for claims processing administration, Preferred Provider Organization network access, utilization review, large-case management, 24-hour nurse line service, prescription drug services, COBRA and Flexible Spending Account administration by Resolution No. 05-2962.

Authorized adoption of the 2005 Employee and Retiree Health Benefits Plan on October 13, 2004, by Resolution No. 04-2985.

FISCAL INFORMATION

\$19,719,918.07 – Employee Benefits Current Funds (subject to annual appropriations)

M/WBE INFORMATION

- 71 - Vendors contacted
- 71 - No response
- 0 - Response (Bid)
- 0 - Response (No Bid)
- 0 - Successful

596 M/WBE and Non-M/WBE vendors were contacted

The recommended awardees have fulfilled the good faith requirements set forth in the Business Inclusion and Development (BID) Plan adopted by Council Resolution No. 08-2826 as amended.

ETHNIC COMPOSITION

United HealthCare Services, Inc.

White Male	5804	White Female	2029
Black Male	845	Black Female	4724
Hispanic Male	802	Hispanic Female	2283
Other Male	496	Other Female	1904

ETHNIC COMPOSITION (Continued)

CaremarkPCS Health, LLC.

White Male	223	White Female	327
Black Male	81	Black Female	81
Hispanic Male	30	Hispanic Female	64
Other Male	79	Other Female	75

PROPOSAL INFORMATION

The following proposals were received from solicitation number BDZ1112 and read on February 17, 2011. This contract is being awarded by group to the vendors who provided the most advantageous proposals to the City.

*Denotes successful proposer

<u>Proposers</u>	<u>Cost***</u>	<u>Score</u>
*United HealthCare Services, Inc. 185 Assylum St. Hartford, CT 06103	Group A - \$241,944,374.88	93.40
	Group B - \$ 26,147,341.38	82.45
	Group C - \$ 1,934,305.56	89.80
	Group D - \$ 8,444,881.80	89.60
	Group E - \$ 27,357,048.53	88.46
*CaremarkPCS Health, LLC. 445 Great Circle Rd. Nashville, TN 37228	Group A - No bid	
	Group B - \$ 20,107,074.51	92.20
	Group C - No bid	
	Group D - No bid	
	Group E - No bid	
Blue Cross and Blue Shield of Texas 1001 East Lookout Dr. Richardson, TX 75082	Group A - \$246,242,000.57	89.15
	Group B - \$ 22,441,025.68	85.55
	Group C - No bid	
	Group D - \$ 9,646,285.39	81.19
	Group E - \$ 25,921,919.77	87.20
Aetna Life Insurance Company 151 Farmington Ave. Hartford, CT 06156	Group A - \$258,094,495.55	82.68
	Group B - \$ 23,057,079.94	79.87
	Group C - No bid	
	Group D - No bid	
	Group E - \$ 31,050,086.02	75.89

PROPOSAL INFORMATION (Continued)

<u>Proposers</u>	<u>Cost***</u>	<u>Score</u>
Connecticut General Life Insurance Company (CGLIC) 900 Cottage Grove Rd. Hartford, CT 06152	Group A - \$243,931,200.71	89.10
	Group B - \$ 22,284,514.59	85.58
	Group C - \$ 2,186,404.56	83.93
	Group D - \$ 9,086,155.05	84.19
	Group E - \$ 29,690,941.74	83.90
Humana, Inc. 500 West Main St. Louisville, KY 40202	Group A - No bid	
	Group B - No bid	
	Group C - \$ 2,248,410.24	72.03
	Group D - No bid	
	Group E - Non-responsive**	
Block Vision, Inc. 120 W. Fayette St. Suite 700 Baltimore, MD 21201	Group A - No bid	
	Group B - No bid	
	Group C - \$ 2,023,182.00	80.37
	Group D - No bid	
	Group E - No bid	
Delta Dental Insurance Company 700 Parker Square Suite 500 Flower Mound, TX 75028	Group A - No bid	
	Group B - No bid	
	Group C - No bid	
	Group D - \$ 8,679,856.68	84.60
	Group E - No bid	
Restat, LLC. 11900 W. Lake Park Dr. Milwaukee, WI 53224	Group A - No bid	
	Group B - \$ 23,626,481.01	73.69
	Group C - No bid	
	Group D - No bid	
	Group E - No bid	
Transition Assist, LLC. 4 Parklane Blvd. Suite 470 Dearborn, MI 48126	Group A - No bid	
	Group B - No bid	
	Group C - No bid	
	Group D - No bid	
	Group E - Non-responsive**	

**Transition Assist, LLC and Humana, Inc. were deemed non-responsive for Group E due to not meeting specifications.

***When evaluating cost, the total cost (City, employee and retiree) of each program was taken into consideration using previous year employee participation for evaluation purposes.

OWNERS

United HealthCare Services, Inc.

Allen Jon Sorbo, President
Simon Laurance Stevens, Vice President
Thomas Joseph McGuire, Secretary
Robert Worth Oberrender, Treasurer

CaremarkPCS Health, LLC.

Eva Boratto, President
Lance Adams, Senior Vice President
Bruce Lyons, Senior Vice President
Leslie E. Wachsman, Vice President
Sara M. Hankins, Secretary

BUSINESS INCLUSION AND DEVELOPMENT PLAN SUMMARY

PROJECT: Authorize a three-year service contract with two one-year renewal options for the period January 1, 2012 through December 31, 2014 with United HealthCare Services, Inc., most advantageous proposer of ten, for: **(1)** Medical Third-Party Administration services; **(2)** fully-insured Medicare Advantage HMO, AARP Medicare Supplement, and enhanced Medicare "Part D" prescription drug plans for Medicare eligible retirees and their eligible spouses; and **(3)** fully-insured vision and dental plans - Not to exceed \$18,919,919 - Financing: Third-Party Administration fees and Medicare Plans to be paid from Employee Benefits Current Funds (in accordance with the retiree contribution rates approved annually by the City Council and subject to annual appropriations); and fully-insured vision and dental plans to be paid by employee/retiree payroll deductions

Authorize a three-year service contract, with two one-year renewal options, for the period January 1, 2012 through December 31, 2014 with CaremarkPCS Health, LLC, most advantageous proposer of ten, for prescription benefit management (with Caremark receiving a \$1.00 dispensing fee for each prescription filled) - Not to exceed \$800,000 - Financing: Employee Benefits Current Funds (subject to annual appropriations)

United HealthCare Services, Inc. and CaremarkPCS Health, LLC are non-local, non-minority firms, have signed the "Business Inclusion & Development" documentation, and propose to use the following sub-contractors.

PROJECT CATEGORY: Other Services

LOCAL/NON-LOCAL CONTRACT SUMMARY

	<u>Amount</u>	<u>Percent</u>
Total local contracts	\$5,946,217.72	30.15%
Total non-local contracts	\$13,773,700.35	69.85%
TOTAL CONTRACT	\$19,719,918.07	100.00%

LOCAL/NON-LOCAL M/WBE PARTICIPATION

Local Contractors / Sub-Contractors

<u>Local</u>	<u>Certification</u>	<u>Amount</u>	<u>Percent</u>
The Benefits Source, LLC	BFMB49047Y0412	\$2,573,108.86	43.27%
Alliance of Diversity Printers	BFDL10138Y0911	\$32,000.00	0.54%
Enigma, LLC.	BFDL10482Y0511	\$24,000.00	0.40%
Corinth Communications	BFDL11238Y0511	\$24,000.00	0.40%
Joy Promotions, Inc.	BFDL09478Y0112	\$16,000.00	0.27%
G&C Direct Mail Marketing	HMDL10837Y0811	\$24,000.00	0.40%
Relevant Insight, LLC	HMDL10954Y1111	\$24,000.00	0.40%
Benco Delivery Service, Inc.	PMDL11355Y0711	\$24,000.00	0.40%
Buzz Printing	WFWB47313Y1111	\$2,573,108.86	43.27%
Total Minority - Local		\$5,314,217.72	89.37%

Non-Local Contractors / Sub-Contractors

<u>Non-local</u>	<u>Certification</u>	<u>Amount</u>	<u>Percent</u>
Guy Brown Products	PMDL09271N1111	\$1,324,394.27	9.62%
Total Minority - Non-local		\$1,324,394.27	9.62%

TOTAL M/WBE CONTRACT PARTICIPATION

	<u>Local</u>	<u>Percent</u>	<u>Local & Non-Local</u>	<u>Percent</u>
African American	\$0.00	0.00%	\$0.00	0.00%
Hispanic American	\$48,000.00	0.81%	\$48,000.00	0.24%
Asian American	\$24,000.00	0.40%	\$1,348,394.27	6.84%
Native American	\$0.00	0.00%	\$0.00	0.00%
WBE	\$5,242,217.72	88.16%	\$5,242,217.72	26.58%
Total	\$5,314,217.72	89.37%	\$6,638,611.99	33.66%

June 15, 2011

WHEREAS, on October 13, 2004, City Council authorized the adoption of the 2005 Employee and Retiree Health Benefit Plans by Resolution No. 04-2985; and,

WHEREAS, on October 12, 2005, City Council authorized **(1)** termination of the contract with Humana Insurance Company for claims processing administration, Preferred Provider Organization network access, utilization review, large-case management, 24-hour nurse line service, prescription drug services, COBRA and Flexible Spending Account administration, effective December 31, 2005, and **(2)** a forty-eight-month contract, with two twelve-month renewal options, for claims processing administration, Preferred Provider Organization network access, utilization review, large-case management, 24-hour nurse line service, prescription drug services, COBRA and Flexible Spending Account administration by Resolution No. 05-2962; and,

WHEREAS, on December 14, 2005, City Council authorized the adoption of the 2006 Employee and Retiree Health Benefit Plans by Resolution No. 05-3545; and,

WHEREAS, on September 27, 2006, City Council authorized **(1)** termination of the contract with Blue Cross Blue Shield of Texas, previously approved on September 10, 2003 by Resolution No. 03-2578, which offers the fully-insured Health Maintenance Organization (HMO) plan for active employees, retirees and their eligible dependents, effective December 31, 2006; **(2)** an amendment to the contract with UnitedHealthcare Insurance Company to offer a self-insured Exclusive Provider Organization for active employees, eligible retirees and their eligible dependents to replace the fully-insured HMO plan; and **(3)** an amendment to the contract with UnitedHealthcare Insurance Company to offer fully-insured Medicare Advantage HMO, AARP Medicare Supplement and enhanced Medicare "Part D" prescription drug plans to Medicare eligible (Part A & B) retirees and their eligible spouses for the period January 1, 2007 through December 31, 2009 by Resolution No. 06-2641; and,

WHEREAS, on September 27, 2006, City Council authorized the adoption of the 2007 Employee and Retiree Health Benefit Plans by Resolution No. 06-2640; and,

WHEREAS, on September 26, 2007, City Council authorized the adoption of the 2008 Employee and Retiree Health Benefit Plans by Resolution No. 07-3828; and,

WHEREAS, on September 24, 2008, City Council authorized the adoption of the 2009 Employee and Retiree Health Benefit Plans by Resolution No. 08-2620; and,

WHEREAS, on October, 14, 2009, City Council authorized **(1)** approval of the UnitedHealthcare restatement contract document which authorizes a one-year renewal option allowing UnitedHealthcare to continue services as the Third Party Administrator for the period January 1, 2010 through December 31, 2010, including all state and federal legal requirements in an amount not to exceed \$3,500,000; and **(2)** approval of the proposed health coverage premium rates - Total cost is based on the number of employee/retiree participants in the plan by Resolution No. 09-2566; and,

June 15, 2011

WHEREAS, on June 23, 2010, City Council authorized **(1)** a one-year renewal option to the contact with UnitedHealthcare of Texas, Inc. to continue to serve as the Third Party Administrator for employee and retiree health benefits for the period January 1, 2011 through December 31, 2011 in an amount not to exceed \$3,737,454, from \$17,162,546 to \$20,900,000; and **(2)** a change in Pharmacy Benefits Managers from Medco to Prescription Solutions effective October 1, 2010 through December 31, 2011 by Resolution No. 10-1690;

NOW, THEREFORE,

BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF DALLAS:

Section 1. That the City Manager is authorized to execute a three-year service contract, with two one-year renewal options, for the period January 1, 2012 through December 31, 2014, upon approval as to form by the City Attorney, with **(1)** United HealthCare Services, Inc. (VS0000061054) in the amount of \$18,919,918.07 for Medical Third-Party Administration services, fully-insured Medicare Advantage HMO, AARP Medicare Supplement, and enhanced Medicare "Part D" prescription drug plans for Medicare eligible retirees and their eligible spouses and fully-insured vision and dental plans; and **(2)** CaremarkPCS Health, LLC (VS0000024934) for prescription benefit management. CaremarkPCS Health, LLC receives a \$1.00 dispensing fee for each prescription filled in a total cost based on number of employee and retiree participants in the plan. If the service was bid or proposed on an as needed, unit price basis for performance of specified tasks, payment to United HealthCare Services, Inc. and CaremarkPCS Health, LLC shall be based only on the amount of the services directed to be performed by the City and properly performed by United HealthCare Services, Inc. and CaremarkPCS Health, LLC under the contract.

Section 2. Third-Party Administration fees to be paid from Employee Benefits Current Funds (\$18,919,918.07); Medicare Plans to be paid from Employee Benefits Current Funds (in accordance with the retiree contribution rates approved annually by the City Council and subject to annual appropriations) based on utilization; and fully-insured vision and dental plans to be paid by employee/retiree payroll deductions; and prescription fill fee (\$800,000) to be paid from Employee Benefits Current Funds (subject to annual appropriations). That the City Controller is authorized to disburse funds in an amount not to exceed \$19,719,918.07 (subject to annual appropriations).

Section 3. That this resolution shall take effect immediately from and after its passage in accordance with the provisions of the Charter of the City of Dallas and it is accordingly so resolved.

AGENDA ITEM # 5

KEY FOCUS AREA: Make Government More Efficient, Effective and Economical

AGENDA DATE: June 15, 2011

COUNCIL DISTRICT(S): All

DEPARTMENT: City Secretary

CMO: Deborah Watkins, 670-0653

MAPSCO: N/A

SUBJECT

An ordinance amending Ordinance No. 28219 to change certain election day polling and early voting locations for the June 18, 2011 runoff election, for the purpose of electing the Mayor and one member of the City Council for Place 12 and 15 (Mayor) for the term beginning June 27, 2011 - Financing: No cost consideration to the City

BACKGROUND

Some election day polling locations listed in Exhibit A and early voting locations listed in Exhibit B of the ordinance calling the general election are being amended for use on June 18, 2011, for the purpose of electing the Mayor and one member of the City Council for Place 12 and 15 (Mayor) for the term beginning June 27, 2011.

PRIOR ACTION/REVIEW (COUNCIL, BOARDS, COMMISSIONS)

On May 25, 2011, the City Council approved Ordinance No. 28219, which ordered a runoff election to be held on June 18, 2011.

FISCAL INFORMATION

No cost consideration to the City.

