

Legislation Text

## File #: 1239-2021, Version: 1

## **Background Information:**

This legislation authorizes the Director of Human Resources to enter into contract with Claims Technology Incorporated for employee benefit audits for the following lines of business: medical, pharmacy, pharmacy rebates, short term disability and pharmacy market check. The annual contract is \$100,000. This ordinance represents the second year of a three year contract, from August 1, 2021 through July 31, 2022. Following the third year, the contract allows for two additional one year extensions if all parties are in agreement. Every year the contract renewal is subject to available appropriation and funding.

From August 1, 2021 through July 31, 2022 the City will request the following audits begin: medical, pharmacy, pharmacy rebates, pharmacy market check, and short term disability audit.

The maximum fees for these services from August 1, 2020 through July 31, 2022 will not exceed \$274,500.00.

**Fiscal Impact:** Funding for this contract totals \$100,000.00 and is budgeted from and within the 2021 Department of Human Resources' Employee Benefits Fund budget specifically for this purpose.

The contract compliance number for Claims Technology, Incorporated is CC012841.

**Emergency Action:** Emergency action is requested to ensure the City can move forward to commence benefit audits in 2021, so as not to lose audit rights as provided in the vendor contracts, as soon as possible, thereafter.

To authorize the Director of Human Resources Department to enter into contract with ClaimsTechnology Inc. for employee benefit audits for medical, pharmacy, pharmacy rebates, short term disability and pharmacy market checks; to authorize the expenditure of \$100,000.00 from and within the Employee Benefits Fund; and to declare an emergency. (\$100,000.00)

WHEREAS, it is in the best interest of the City to have employee Benefit audits performed on various insurance lines of business; and

WHEREAS, a committee comprised of personnel from the Finance and Management Department and the Human Resources Department selected Claims Technology Incorporated to perform employee benefit audits for medical, dental, pharmacy, pharmacy rebates, short term disability and pharmacy market checks, based on criteria outlined in Request for Proposal RFQ015629, opened May 8th, 2020 with relevant requirements of the Columbus City Codes, Chapter 329; and

WHEREAS, it is in the city's best interest to procure professional services to perform employee benefit audits for the following lines of business: medical, dental, pharmacy, pharmacy rebates, short term disability and pharmacy market checks; and

**WHEREAS,** in 2021, the City will request the following audits begin: medical, pharmacy, pharmacy rebates, pharmacy market check; and short-term disability; and

WHEREAS, an emergency exists in the usual daily operation of the Department of Human Resources in that it is immediately necessary to authorize the Director of Human Resources to enter into contract with Claims Technology Incorporated to perform employee benefit for various insurance lines as noted above to ensure the City can move forward to commence benefit audits in 2021, thereby preserving the public health, peace, property, safety and welfare;

## Now, therefore

## **BE IT ORDAINED BY THE COUNCIL OF THE CITY OF COLUMBUS**

**SECTION 1.** That the Director of Human Resources Department is hereby authorized to enter into contract with Claims Technology Incorporated to perform employee benefit audits for medical, pharmacy, pharmacy rebates, pharmacy market check and short term disability.

**SECTION 2.** That the expenditure of \$100,000.00, or so much thereof as may be necessary, is hereby authorized to be expended from the Employee Benefits Fund 5502 in object class 03 Services, per the accounting codes in the attachment to this ordinance.

**SECTION 3.** That the funds are hereby deemed appropriated and expenditures and transfers authorized to carry out the purposes of this ordinance and the City Auditor shall establish such accounting codes as necessary.

**SECTION 4.** That for the reasons stated in the preamble hereto, which is hereby made a part hereof, this ordinance is hereby declared to be an emergency measure and shall take effect and be in force from and after its passage and approval by the Mayor, or ten days after passage if the Mayor neither approves nor vetoes the same.