

RESOLUTION NO. 2022-201

A RESOLUTION AUTHORIZING EXTRAORDINARY, UNSPECIFIABLE SERVICES AGREEMENTS FOR HEALTH BENEFIT COVERAGES FOR EMPLOYEES OF THE CITY OF VINELAND (PRESCRIPTION).

WHEREAS, there exists a need for the placement of Prescription Coverages for employees of the City of Vineland; and

WHEREAS, the City of Vineland has a need to acquire such services as a Non-Fair and Open Contract pursuant to N.J.S.A. 19:44A-20.5; and

WHEREAS, the purchasing agent has determined and certified in writing that the value of said services will exceed \$17,500.00; and

WHEREAS, Allen Associates, Vineland, NJ, has submitted proposals indicating the services to be rendered by the provider stated below; and

WHEREAS, Allen Associates has completed and submitted a Business Entity Disclosure Certification for Non-Fair and Open Contract which certifies that Allen Associates has not made any reportable contributions to a political or candidate committee in the City of Vineland in the previous one year and that the contract will prohibit Allen Associates from making any reportable contributions through the term of the contract to a political or candidate committee in the City of Vineland; and

WHEREAS, the availability of funds for said contracts has been certified by the City Comptroller; and

WHEREAS, the Local Public Contracts Law (N.J.S.A. 40A:11-1 et seq.) requires that the resolution authorizing the award of contracts for "Extraordinary, Unspecifiable Services" without competitive bids and the contract itself must be available for public inspection; and

WHEREAS, the Business Administrator has certified that this meets the statute and regulations governing the award of said contracts;

NOW, THEREFORE, BE IT RESOLVED BY THE COUNCIL OF THE CITY OF VINELAND, as follows:

1. That the Mayor and Clerk are hereby authorized and directed to execute Non-Fair and Open Agreements and other related documents on behalf of the City of Vineland pursuant to N.J.S.A. 19:44A-20.5.
2. That the Business Disclosure Entity Certification, the Political Contribution Disclosure Form and the Determination of Value be placed on file with this Resolution.
3. THAT the Purchasing Agent be and the same is hereby authorized and directed to issue purchase order contracts for placement of Prescription and Dental coverages, as follows:

Coverage/Item	Broker	Provider	Estimated Cost (based on current enrollment)
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1. Prescription	Allen Associates	Benecard	\$3,106,511.04
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Rate for the first Twelve (12) Months of a Twenty-four (24) Month Contract Period beginning July 1, 2022 through June 30, 2023.

The last Twelve (12) Months of the Twenty-four (24) Month Contract beginning July 1, 2023 through June 30, 2024, Rates will not exceed 4%.

4. These contracts are awarded in accordance with N.J.S.A. 40A:11-5(1)(m) of the Local Public Contracts Law which permits the award of a contract without public advertising for bids and bidding thereof if the subject matter thereof consists of insurance, including the purchase of insurance coverage and consultant services, which exception shall be in accordance with the requirements for extraordinary, unspecifiable services.

5. A notice of this action shall be printed once in the Daily Journal.

Adopted:

President of Council

ATTEST:

City Clerk



**STANDARD CERTIFICATION DECLARATION FOR AND
EXTRAORDINARY UNSPECIFIABLE SERVICE (EUS)**

To: Members of the Governing Body

From: Robert E. Dickenson, Jr., Business Administrator

Date: May 17, 2022

Subject: This is a contract for **Health Benefits Coverages for Employees of the City of Vineland**

This is to request your approval of a resolution authorizing contracts to be executed as follows:

This is to request an award of a contract without the receipt of formal bids as an Extraordinary Unspecifiable Service (N.J.S.A. 40A:11-5(1)(a)(ii) and N.J.A.C. 5:34-2.3(b)). I do hereby certify to the following:

1. Provide a clear description of the nature of the work to be done:
Purchase of Prescription coverages, in accordance with N.J.S.A. 40A:11-6.1(b).
2. Describe in detail why the contract meets the provisions of the statute and rules:
Insurance is exempted by virtue of N.J.S.A. 40A:11-5(1)(a)(ii) and 40A:11-5(1)(m).
3. The service(s) is of such a specialized and qualitative nature that the performance of the service(s) cannot be reasonably described by written specifications because:
Professional evaluation of various insurance products demand specific training and experiences in industry.
4. Describe the informal solicitation of quotations:
Quotations are continually solicited by the broker for varying Health Benefits coverages needed by the City from numerous providers:

Coverage/Item	Broker	Provider	Estimated Cost (based on current enrollment)
1. Prescription	Allen Associates	Benecard	\$3,106,511.04
Total amount for the first Twelve (12) Months of a Twenty-four (24) Month Contract Period beginning July 1, 2022 through June 30, 2023.			

The last Twelve (12) Months of the Twenty-four (24) Month Contract beginning July 1, 2023 through June 30, 2024, Rates will not exceed 4%.





5. I have reviewed the rules of the Division of Local Government Services pursuant to N.J.A.C. 5:34-2.1 et seq. and certify that the proposed contract may be considered an extraordinary unspecifiable service in accordance with the requirements thereof.

Respectfully,



Business Administrator

(Original to be retained by City Clerk with the affirmed copy of the resolution; signed duplicate to be kept by Business Administrator.)



Prescription Rates for the period of July 1, 2022 to June 30, 2023

Benecard

Group Level	Lives	Premium	12-month	Total
Single	207	273.08	12	\$ 678,330.72
Parent/Child	45	533.27	12	\$ 287,965.80
H/W	117	430.37	12	\$ 604,239.48
Family	158	680.84	12	\$ 1,290,872.64
Parent/Children	30	680.84	12	\$ 245,102.40
				\$ 3,106,511.04

The last 12 months of the 24 month agreement, July 1, 2023 to June 30, 2024, rates will not exceed 4%.

Richard S. Allen
Robert S. Allen



City of Vineland
640 E. Wood Street
Vineland, NJ 08360

Attn: Robert Dickenson
Business Administrator

Re: RxAlliance/PEBT – Renewal Effective 7/1/22

Dear Bob:

RxAlliance/PEBT - Enclosed you will find the renewal documentation for your prescription program with the Rx Alliance/PEBT. Even through these unprecedented times, the Rx Alliance is pleased to be able to offer a very competitive 24-month renewal. The first (12) months of the (24) month agreement effective July 1, 2022 through June 30, 2023 will reflect a 4% increase over your current rates. The last (12) months of the (24) month agreement effective July 1, 2023 through June 30, 2024 will not exceed a 4% increase

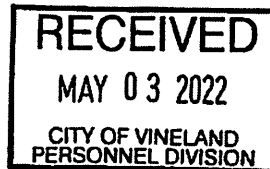
Also enclosed are your financial comparison and rate history for our review and file.

Allen Associates considers the City of Vineland a valued client, and we appreciate your business. We look forward to serving you and your employees in the years to come.

Sincerely,

A handwritten signature in black ink, appearing to read 'Richard S. Allen', with a long horizontal flourish extending to the right.

Richard S. Allen
RSA:cp
Enc:



City of Vineland

2022 Contract Rates

PRESCRIPTION	
Benecard	
7/1/22-6/30/23	
Copay \$25 Brand/\$15 Generic	
single	\$273.08
parent/child	\$533.27
couple	\$430.37
Parent/children	\$680.84
family	\$680.84
dep 31	\$217.82

VISION	
National Vision Administrators, LLC (NVA)	
1/1/19-12/31/23	
single	\$3.41
parent/child(ren)	\$11.47
couple	\$6.82
family	\$13.47

DENTAL	
Delta Dental	
1/1/22-12/31/22	
Premier Plan	
01,02	
Super-Composite	50.21
PPO Plan	
6001	
Super-Composite	\$45.60
1/1/22-12/31/22	
Flagship	
9001	
Super-Composite	\$50.33

NOTE: Rates are illustrative. Please refer to actual renewals.