

## RESOLUTION

**JOINT RESOLUTION WITH THE OKLAHOMA CITY MUNICIPAL FACILITIES AUTHORITY AND THE OKLAHOMA CITY POST-EMPLOYMENT BENEFITS TRUST, AND THE CITY OF OKLAHOMA CITY, APPROVING RENEWAL NO. 1 AND AMENDMENT NO. 1 OF THE ADMINISTRATIVE SERVICES ONLY (ASO) AGREEMENT AND STOP LOSS INSURANCE WITH BLUE CROSS AND BLUE SHIELD OF OKLAHOMA, A DIVISION OF HEALTH CARE SERVICE CORPORATION, A MUTUAL LEGAL RESERVE COMPANY, AND PRIME THERAPEUTICS, LLC FOR THIRD-PARTY PRESCRIPTION ADMINISTRATION SERVICES FOR THE CITY OF OKLAHOMA CITY'S PPO AND EPO INDEMNITY MAJOR MEDICAL PLANS, FOR CITY AND PARTICIPATING PUBLIC TRUST EMPLOYEES, RETIREES, AND ELIGIBLE DEPENDENTS, SUBJECT TO ANNUAL FISCAL APPROPRIATION BY THE COUNCIL FOR THE CITY OF OKLAHOMA CITY, ESTIMATED COST \$95,000,000, EFFECTIVE JANUARY 1, 2025 THROUGH DECEMBER 31,2025.**

**WHEREAS**, on December 19, 2023 (Item No. MFA.E), the Trustees approved an Administrative Services Agreement ("Agreement") between the OCMFA and Blue Cross and Blue Shield of Oklahoma and Prime Therapeutics, LLC for self-funded major medical plan administrative services and Pharmacy Benefit Manager services for the Group Indemnity Health Plan for the City of Oklahoma City and participating public trust employees, retirees, and eligible dependents; and

**WHEREAS**, on January 30, 2024 (Item No. MFA.B), the Trustees approved a modified Administrative Services Agreement ("Agreement") between the OCMFA and Blue Cross and Blue Shield of Oklahoma and Prime Therapeutics, LLC to add Stop Loss Insurance for the self-funded major medical plan and Pharmacy Benefit Manager for the Group Indemnity Health Plan for the City of Oklahoma City and participating public trust employees, retirees, and eligible dependents; and

**WHEREAS**, on February 12, 2024 (Item No. G) the Trustees of the Oklahoma City Post-Employment Benefits Trust concurred; and

**WHEREAS**, The agreement contains terms and options to renew for additional one (1) year periods, up to four (4) renews, for a period not to exceed December 31, 2028, and

**WHEREAS**, Blue Cross and Blue Shield of Oklahoma agrees to amend the Administrative

Services Agreement for plan year 2025 as shown in Benefit Program Application, attached hereto as Attachment 1; and

**WHEREAS**, the amended Agreement includes rate changes of 10% decrease for specific stop loss, 2.0% increase for administrative fees, 10% increase in Rx rebate; and

**WHEREAS**, stop loss insurance will be provided for individual claims that exceed \$350,000.00, as shown in Attachment 2; and

**WHEREAS**, Administrative performance guarantees and Well-being Management performance guarantees provided according to the schedule in Attachment 3; and

**WHEREAS**, staff has determined that the current Agreement with Blue Cross Blue Shield of Oklahoma, meets the criteria for the renewal of contracts for goods and services established by the City's policy, and amendment of the Agreement for an additional one-year period; and

**WHEREAS**, the Oklahoma City Post-Employment Benefits Trust will be the conduit for processing the payment of medical plan claims and premiums owed by participating retirees and their eligible dependents; and

**WHEREAS**, all agreements are with the City of Oklahoma City by and through the OCMFA for the benefit of the participating eligible employees, retirees and dependents of the City of Oklahoma City and participating public trusts and the Mayor is directed to sign documents necessary to obtain Administrative Services, Stop Loss Insurance and Pharmacy Benefit Manager Services for 2025; and

**NOW, THEREFORE BE IT RESOLVED** by the Council for The City of Oklahoma City, as sole beneficiary of the Oklahoma City Municipal Facilities Authority, that OCMFA, on behalf of The City of Oklahoma City, is hereby authorized to approve the amendment of Administrative Services Only (ASO) Agreement with Blue Cross and Blue Shield of Oklahoma, a division of Health Care Service Corporation, a mutual legal reserve company, and Prime Therapeutics, LLC for third-party medical and Rx administration services and Stop Loss Insurance, for the City of Oklahoma City's PPO and EPO indemnity major medical plans, for City employees, and participating public trusts, effective January 1, 2025; and

**BE IT FURTHER RESOLVED** by the Council for The City of Oklahoma City and the Trustees of the Oklahoma City Municipal Facilities Authority that the Agreement with Blue Cross

and Blue Shield of Oklahoma, a division of Health Care Service Corporation, a mutual legal reserve company, and Prime Therapeutics, LLC, is hereby approved; and

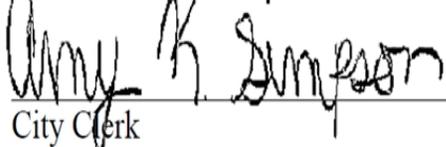
**BE IT FURTHER RESOLVED** by the Trustees of the Oklahoma City Municipal Facilities Authority that the Chairman, or his designee is hereby authorized and directed to sign and execute the amended Administrative Services Only (ASO) Agreement with Blue Cross and Blue Shield of Oklahoma, a division of Health Care Service Corporation, a mutual legal reserve company, and Prime Therapeutics, LLC, for the PPO and EPO indemnity major medical plans; and

**BE IT FURTHER RESOLVED** by the Trustees of the Oklahoma City Post-Employment Benefits Trust that the Trust, on behalf of its beneficiaries, the participating retirees of The City of Oklahoma City and its participating public trusts, concurs in the Administrative Services Only (ASO) Agreement with Blue Cross and Blue Shield of Oklahoma, a division of Health Care Service Corporation, a mutual legal reserve company, and Prime Therapeutics, LLC, for the PPO and EPO indemnity major medical plans; and

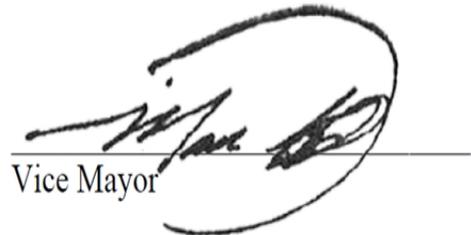
**BE IT FURTHER RESOLVED** by the Trustees of the Oklahoma City Post-Employment Benefits Trust that the Trust agrees to be the conduit for processing the payment of the PPO and EPO plans administrative services and claims owed by participating retirees and their eligible dependents.

**ADOPTED** by the Council and **SIGNED** by the Mayor of The City of Oklahoma City this 5TH day of NOVEMBER 2024.

ATTEST:

  
City Clerk



  
Vice Mayor

**ADOPTED** by the Trustees and **SIGNED** by the Chairman of the Oklahoma Municipal Facilities Authority this 5TH day of NOVEMBER 2024.

**ATTEST: (Seal)**

**OKLAHOMA CITY MUNICIPAL  
FACILITIES AUTHORITY**

*Amy K. Simpson*  
\_\_\_\_\_

**SECRETARY**



*[Signature]*  
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**VICE CHAIRMAN**

**ADOPTED** by the Trustees and **SIGNED** by the Chairman of the Oklahoma City Post-Employment Benefits Trust this 13TH day of NOVEMBER 2024.

**ATTEST: (Seal)**

**OKLAHOMA CITY POST-EMPLOYMENT  
BENEFITS TRUST**

*Amy K. Simpson*  
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**SECRETARY**

*[Signature]*  
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**CHAIRMAN**

**REVIEWED** for form and legality.

*Richard E. Mahoney*  
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Assistant Municipal Counselor