

RESOLUTION

WHEREAS, the Township of West Orange (the "Township") has a need to acquire services for its self-insured health benefits program, including administration and claim processing through a non-fair and open process pursuant to the provisions of P.L. 2004, c.19 (N.J.S.A. 19:44A-20.5 et seq.); and

WHEREAS, the procurement of insurance services, including health benefit insurance, is an exception to public bidding requirements pursuant to N.J.S.A. 40A:11-5(1)-(m), the procurement of which shall comply with N.J.S.A. 40A:11-5(1)(a)(ii); and

WHEREAS, the Township's Health Insurance Broker of Record issued a Request for Proposals to parties interested in providing health insurance services to the Township; and

WHEREAS, the Township received proposals for Third Party Administrator Fees on a self-insured basis, as follows:

<u>Estimated Annual Fees</u>	
IDA	\$774,975
UMR/United Health Care	\$608,586
Meritain	\$611,093

WHEREAS, the Broker of Record, Mayor, Business Administrator, and Township have reviewed the proposals received, and recommend that a one (1) year contract with an option to renew for (2) two years be awarded to UMR/United Health Care, One Penn Plaza, 8th Floor, New York, New York, 10119, to provide administrative services as a Third Party Administrator ("TPA") for the Township's Limited Self Insured Health Benefit Program consistent with the proposal submitted by UMR/United Health Care, annexed hereto as Exhibit "A;" and

WHEREAS, pursuant to N.J.S.A. 40A:11-15, contracts for the provision of insurance, including the purchase of insurance coverages, insurance consulting or administrative services, claims administration services, and risk management may be for a term of three (3) years; and

WHEREAS, the term of this contract shall be from January 1, 2017 through December 31, 2017 with an option to renew for an additional two (2) year period.

NOW, BE IT HEREBY RESOLVED BY THE TOWNSHIP COUNCIL OF THE TOWNSHIP OF WEST ORANGE that the Township be and is hereby authorized to retain UMR/United Health Care as its TPA for the Township's self-insured health benefits program; and it is further

RESOLVED that the Mayor is hereby authorized to execute any documents or agreements with UMR/United Health Care consistent with the costs and terms set forth in the proposal annexed hereto as Exhibit "**A;**" and

RESOLVED, that the Municipal Clerk be and is hereby authorized to attest to the Mayor's signature on any document or contract required.

Karen J. Carnevale, R.M.C., Municipal Clerk

Victor Cirilo, Council President

Adopted: October 26, 2016