SUNRISE, FLORIDA

RESOLUTION NO. _____

A RESOLUTION OF THE CITY OF SUNRISE, FLORIDA, APPROVING A "FIFTH AMENDMENT TO ADMINISTRATIVE SERVICES AGREEMENT BETWEEN THE CITY OF SUNRISE, FLORIDA AND AVMED, INC." FOR THE CONTRACT PERIOD OF JANUARY 1, 2026 THROUGH DECEMBER 31, 2026; AUTHORIZING THE RISK MANAGER TO EXECUTE NECESSARY FORMS, DOCUMENTS, AND EXTENSIONS; AND PROVIDING AN EFFECTIVE DATE.

WHEREAS, via Resolution No. 14-107, the City Commission awarded AvMed, Inc. (AvMed) the City's Request for Proposals for Third-Party Administrative Services Only for Self-Funded HMO and NPOS Open Access Employee Group Health Insurance Plans, including Pharmacy Benefit Management; and

WHEREAS, on January 1, 2015, the City of Sunrise (City) and AvMed entered into an Administrative Services Agreement (Agreement) to provide claim and other certain administrative services for the Exclusive Provider Network (HMO) and Point of Service (POS) plans under the City's self-funded health insurance; and

WHEREAS, the Agreement offered initial Contract Years for a period of three (3) years and offered renewals for Extended Contract Years for two (2) one (1) year contract extensions; and

WHEREAS, via Resolution No. 14-107-17-A, a First Amendment to the Agreement, which modified the definition of "Extended Contract Years" and Exhibit F "Third Party Administration Cost Form" became effective on January 1, 2018; and

WHEREAS, via Resolution No. 14-107-18-A, a Second Amendment to the Agreement, which modified the definition of "Extended Contract Years" and Exhibit F "Third Party Administration Cost Form" became effective on January 1, 2019; and

WHEREAS, via Resolution No. 14-107-19-A, a Third Amendment to the Agreement, which modified the definition of "Extended Contract Years" and Exhibit F "Third Party Administration Cost Form" became effective for 5 years with five (5) additional one (1) year options on January 1, 2020; and

WHEREAS, via Resolution No. 14-107-24-A, a Fourth Amendment to the Agreement, which modified the definition of "Extended Contract Years" and Exhibit F "Third Party Administration Cost Form" became effective on January 1, 2025; and

WHEREAS, a Firth Amendment to the Agreement is necessary to modify Exhibit F “Third Party Administration Cost Form” to increase the Claims Administrative Fee from the current $44.51 per subscriber per month (PSPM) by three-percent (3%) to $45.85 PSPM for the one (1) year period of January 1, 2026 through December 31, 2026; and to modify Exhibit E “Performance Guarantees” to add a guarantee, measure method, and liquidated damages amount for reinsurance marketing.

NOW THEREFORE, BE IT RESOLVED BY THE CITY COMMISSION OF THE CITY OF SUNRISE, FLORIDA:

Section 1. The foregoing Whereas clauses are hereby ratified and incorporated as the legislative intent of this Resolution.

Section 2. A “Fifth Amendment to Administrative Services Agreement between the City of Sunrise, Florida and AvMed, Inc.” (Fifth Amendment) is hereby approved for self-funded health plan claims administrative services for the contract period of January 1, 2026, through December 31, 2026. A copy of the Fifth Amendment is attached hereto and made a part of this Resolution as Exhibit “A.”

Section 3. The Risk Manager, or designee, is hereby authorized to review, approve, and execute the Fifth Amendment to effectuate services, including any applicable amendments, HIPAA forms, state or federal regulatory forms, or extensions. The Risk Manager shall provide the City Clerk with copies of any such amendments, forms, and extensions, which are subject to City Attorney’s final approval. City Commission approval is required to amend the Agreement’s terms or conditions, or to increase the administrative fees beyond the amounts approved in this Resolution or the Fifth Amendment in any fiscal year.

Section 4. Effective Date. This Resolution shall be effective immediately upon its passage.

PASSED AND ADOPTED THIS _____ DAY OF _____, 2025.

_____
Mayor Michael J. Ryan

Authentication:

_____
Felicia M. Bravo
City Clerk

MOTION: _____
SECOND: _____

CLARKE: ____
GUZMAN: ____
KERCH: ____
SCUOTTO: ____
RYAN: ____

Approved by the City Attorney
as to Form and Legal Sufficiency

_____
Thomas P. Moss