



Legislation Details (With Text)

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On agenda: 3/1/2022 **Final action:** 3/1/2022
Title: Authorizing the mayor to enter into an agreement with OptumRx, Pharmacy Benefit Manager; for the provision of prescription drug benefit management services for the City of Toledo's covered employees, for a period of three (3) years, and further authorizing the expenditure of funds; and declaring an emergency.

Sponsors:

Indexes:

Code sections:

Attachments: 1. City Council 3/1/2022, 2. Audio: Agenda Review 2/22/2022

| Date | Ver. | Action By | Action | Result |
|----------|------|--------------|--------|--------|
| 3/1/2022 | 1 | City Council | | |
| 3/1/2022 | 1 | City Council | | |
| 3/1/2022 | 1 | City Council | | |

Pharmacy Benefit Manager
Optum Rx
Human Resources
Tyrome Alexander (x1031)

Authorizing the mayor to enter into an agreement with OptumRx, Pharmacy Benefit Manager; for the provision of prescription drug benefit management services for the City of Toledo's covered employees, for a period of three (3) years, and further authorizing the expenditure of funds; and declaring an emergency.

SUMMARY & BACKGROUND:

The City of Toledo's contract with OptumRx, the incumbent Pharmacy Benefit Manager, expires on May 31, 2022

The City of Toledo's Department of Human Resources sought competitive proposals in accordance with law and received three (3) responsive proposals. The Department of Human Resources reviewed each proposal with consultation from representatives of the Department of Law, the Department of Finance, McGohan Brabender (the City's benefits consultant team), and the Healthcare Cost Containment Committee. It was determined that OptumRx presented the best and lowest proposal. It is estimated that the administrative fee cost associated with this agreement will be approximately \$58,000.00 per year.

NOW, THEREFORE, Be it ordained by the Council of the City of Toledo:

SECTION 1. That the Mayor is authorized to enter into an agreement with OptumRx, to provide Pharmacy Benefit Manager Services for a period of three (3) years, commencing June 1, 2022, and ending May

31, 2025. Such agreement shall contain terms and conditions deemed proper and requisite according to the Mayor, the Director of Law, and the Director of Human Resources.

SECTION 2. That expenditures for pharmacy benefit management services are authorized from Account Code 7083-17100-537410-1156001STDSTD. That said costs shall then be allocated to Account Code 517400 (Medical Insurance) within the various City organization units.

SECTION 3. That the Director of Finance is authorized to draw their warrant or warrants against the above account code in payment of the authorized obligations upon presentation of the proper voucher(s).

SECTION 4. That this Ordinance is declared to be an emergency measure and shall be in force and effect from and after its passage. The reason for the emergency lies in the fact that same is necessary for the immediate preservation of the public peace, health, safety, and properly, and for the further reason that the ordinance must be immediately effective in order to maintain quality drug prescription coverage for the City of Toledo's employees and their dependents, and as mandated by the City's applicable collective bargaining agreements.

Vote on emergency clause: yeas _____, nays _____.

Passed: _____, as an emergency measure: yeas _____, nays _____.

Attest: _____
Clerk of Council

President of Council

Approved: _____

Mayor

I hereby certify that the above is a true and correct copy of an Ordinance passed by Council

_____.

Attest: _____
Clerk of Council