

**RESOLUTION NO. 50-2014**

Offered by All of Council

**A RESOLUTION AUTHORIZING THE MAYOR AND THE FINANCE DIRECTOR TO ENTER INTO AN AGREEMENT WITH THE ROUNDSTONE MANAGEMENT, LTD. FOR HEALTH INSURANCE FOR FULL-TIME VILLAGE EMPLOYEES FOR AUGUST 1, 2014 THROUGH JUNE 30, 2015, AND DECLARING AN EMERGENCY.**

WHEREAS, the Village's insurance advisor, Robert Lamb from Associated Underwriters Insurance Inc. has recommended entering into an agreement with the Roundstone Management, LTD. to be the provider for health insurance for full-time Village employees from August 1, 2014 through June 30, 2015, and declaring an emergency.

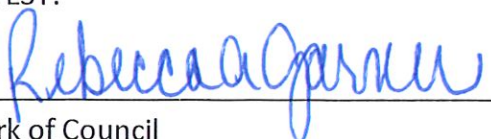
NOW, THEREFORE, BE IT RESOLVED by the Council of the Village of Richfield, Summit County, State of Ohio:

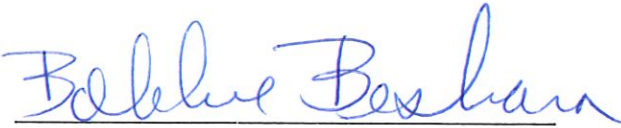
SECTION 1. That the Mayor and the Finance Director be, and they hereby are, authorized and directed to enter into an agreement with the Roundstone Management, LTD effective August 1, 2014 not to exceed \$806,551 in accordance with the offer presented by Dave Konrad, Vice President of Roundstone, a copy of which offer is attached hereto as Exhibit "A" and incorporated herein fully as if by reference, subject to the final approval of the Law Director.

SECTION 2. This Resolution is hereby declared to be an emergency measure necessary for the immediate preservation of the public health, safety and welfare and for the further reason that it is immediately necessary in order to comply with the timing requirements of the program; wherefore, provided this Resolution receives the affirmative vote of two-thirds of the members of Council elected or appointed, it shall take effect immediately upon its passage and execution by the Mayor; otherwise, it shall take effect and be in force from and after the earliest period allowed by law.

PASSED: May 29, 2014

  
President of Council

ATTEST:  
  
Clerk of Council

  
Mayor

Dated: May 29, 2014

EXHIBIT A



<b>Employer:</b> Village of Richfield	<b>Carrier:</b> AM Best A rated carrier class XV
<b>Producer Company:</b> Associated Underwriters Insurance	<b>Claims Admin:</b> Mutual Health Services
<b>UW Quote Date:</b> 5/16/2014	<b>Program:</b> RS X500
<b>Proposal #:</b> 3567	<b>Roundstone Sales Rep:</b> David Konrad
<b>Option:</b> 1	

**Policy Information**

Specific Contract Type	11/11	Effective Date	8/1/2014
Deductible	\$25,000	Renewal Date	7/1/2015
Contract Length in Months	11	Enrollment #	56
Aggregate Attachment Corridor	125%	Transplant Carve Out	No
Maximum Annual/Lifetime Reimbursement	Unlimited	Terminal Liability Option	Yes

**Cost Summary**

	Contract	Annualized	PEPM	% Of Total
Specific Premium	\$220,312	\$240,341	\$357.65	27%
Aggregate Premium	\$10,004	\$10,913	\$16.24	1%
Employer Aggregate Attachment	\$505,718	\$551,692	\$820.97	63%
Aggregating Specific	\$0	\$0	\$0.00	0%
Collateral	\$21,614	\$23,578	\$35.09	3%
Taxes/Surcharges	\$0	\$0	\$0.00	0%
Commission	\$23,032	\$25,126	\$37.39	3%
TPA Fee*	\$25,872	\$28,224	\$42.00	3%
<b>Total</b>	<b>\$806,551</b>	<b>\$879,874</b>	<b>\$1,309.34</b>	<b>100%</b>

\* TPA fee is estimated and may fluctuate based on network access fee and additional services selected by the group.

The Stop Loss Policy's coverage follows the underlying plan unless otherwise indicated in the Stop Loss Coverage Terms attached to this Captive Proposal. Calculations are based on data submitted. Any inaccuracy or change in the data or statistics submitted will cause this captive proposal to be revised



