

# Lexington-Fayette Urban County Government DIVISION OF HUMAN RESOURCES

Jim Gray Mayor

Sally Hamilton Chief Administrative Officer

#### MEMORANDUM

TO:

Jim Gray, Mayor

Sally Hamilton, Chief Administrative Officer

Council Members

FROM:

John Maxwell, Director

Division of Human Resources

DATE:

January 25, 2016

SUBJECT:

Revised ASO Agreement for Plan Year 2015 - Anthem Blue Cross Blue Shield

### Request:

The attached action authorizes the Mayor to execute a revised and corrected agreement with Anthem Blue Cross Blue Shield on the administrative fee in the ASO agreement that was previously signed and executed on June 2014 for the period beginning January 1, 2015 through December 31, 2015.

#### Why are you requesting?

The initial ASO agreement reflected a fee of \$44.45 PSPM and the revised administrative fee was \$34.29.

## What is the cost in the budget year and future budget year?

Funds are budgeted.

## File Number:

78-16

### Director/Commissioner:

John Maxwell/Sally Hamilton

If you have any questions, please call Alisha Lyle at 859-258-3957.

Anthem Blue Cross and Blue Shield M. Lynn Lundy Account Manager Consultant 1792 Alysheba Way, Suite 200 Lexington, KY 40509 Office: 859-226-5309 Cell: 859-421-8855

November 24, 2015

To: Benji Marrs, Benefit Insurance Marketing

From: Lynn Lundy, Account Manager Consultant

Re: LFUCG - Revised ASO Agreement for Plan Year 2014



There was a needed revision on the Administrative Fee in the ASO Agreement that was previously signed and executed. The initial ASO Agreement reflected a fee of \$44.45 PSPM. The revised Administrative Fee was \$34.29. This change was made in March and 'wet' signatures were obtained at that time.

I received the documents at the end of March to be delivered for the Mayor's signature. It was a complete oversight on my part the documents were not delivered until Monday, November 23, 2015. I honestly thought they were delivered.

I sincerely apologize for this oversight and hope you and LFUCG can accept my apology.