

BOARD OF BIDS & CONTRACTS
BoCC Meeting Room at 10:00 a.m.

December 11, 2014
(2 Items)

AGENDA ITEMS

1. Fuel-----Fleet Department
2. Preferred Senior Supplement – Medicare Plan F-----Human Resources

BOARD OF BIDS AND CONTRACTS DECEMBER 11, 2014

**1. FUEL -- FLEET DEPARTMENT
FUNDING -- FLEET DEPARTMENT**

(Request sent to 12 vendors)

RFB #14-0104 Contract

	MJ Murphy, LLC				Petroleum Traders Corporation			
	Mark-up	Freight	Surcharge	Total Fees	Mark-up	Freight	Surcharge	Total Fees
	Tank Wagon - 5,000 gallons or less				Tank Wagon - 5,000 gallons or less			
1. Treated 87 octane E10 unleaded gasoline	\$0.0890	\$0.0000	\$0.0000	\$0.0890	\$0.0500	\$0.1800	\$0.0000	\$0.2300
2. Diesel fuel #1	\$0.0940	\$0.0000	\$0.0000	\$0.0940	no bid	no bid	no bid	no bid
3. Diesel fuel #2	\$0.0940	\$0.0000	\$0.0000	\$0.0940	\$0.0500	\$0.1800	\$0.0000	\$0.2300
4. Diesel fuel #1 dyed	\$0.0940	\$0.0000	\$0.0000	\$0.0940	no bid	no bid	no bid	no bid
5. Diesel fuel #2 dyed	\$0.0940	\$0.0000	\$0.0000	\$0.0940	\$0.0500	\$0.1800	\$0.0000	\$0.2300
	Tank Truck- 5,000 gallons or more				Tank Truck- 5,000 gallons or more			
6. Treated 87 octane E10 unleaded gasoline	\$0.0490	\$0.0000	\$0.0000	\$0.0490	\$0.0114	\$0.0239	\$0.0000	\$0.0353
7. Diesel fuel #1	\$0.0540	\$0.0000	\$0.0000	\$0.0540	no bid	no bid	no bid	no bid
8. Diesel fuel #2	\$0.0540	\$0.0000	\$0.0000	\$0.0540	\$0.0064	\$0.0283	\$0.0000	\$0.0347
9. Diesel fuel #1 dyed	\$0.0540	\$0.0000	\$0.0000	\$0.0540	no bid	no bid	no bid	no bid
10. Diesel fuel #2 dyed	\$0.0540	\$0.0000	\$0.0000	\$0.0540	\$0.0084	\$0.0298	\$0.0000	\$0.0382
No Bid	Hampel Oil Distributors, Inc.				Boone Opportunities			

On behalf of Fleet Management, recommend to **accept the overall low bid from MJ Murphy, LLC at the prices listed above and establish contract pricing for one (1) year with two (2) one (1) year options to renew.**

Contracted fuel price is based on the low Oil Price Information Service (OPIS) price market index from the preceding week for purchases incurred the following week, plus the vendor fees. OPIS price will fluctuate on a weekly basis, but the fees do not fluctuate.

2. PREFERRED SENIOR SUPPLEMENT - MEDICARE PLAN F -- HUMAN RESOURCES FUNDING -- HUMAN RESOURCES

(Professional Service)

#14-2020 Contract

				Coventry Health Care of Kansas, Inc.
Attained Age	No. of participants	Monthly Premium	Monthly Total	2015 Total
65	8	\$183.38	\$1,467.04	\$17,604.48
66	7	\$189.46	\$1,326.22	\$15,914.64
67	5	\$195.68	\$978.40	\$11,740.80
68	4	\$202.23	\$808.92	\$9,707.04
69	2	\$208.84	\$417.68	\$5,012.16
70	5	\$215.83	\$1,079.15	\$12,949.80
71	5	\$224.07	\$1,120.35	\$13,444.20
72	1	\$232.74	\$232.74	\$2,792.88
73	2	\$241.69	\$483.38	\$5,800.56
78	1	\$294.87	\$294.87	\$3,538.44
Total				\$98,505.00

On behalf of Human Resources, recommend to **accept the renewal rates as listed above from Coventry Health Care of Kansas, Inc. for a total cost of \$98,505.00 for 2015 with a one (1) year option to renew.**

In 2011, 119 Sedgwick County employees enrolled in the Sedgwick County Special Voluntary Retirement Program (SVRP). All participants retired in 2011. Eligible employees were able to choose between a five-year health insurance option with the County continuing to pay its portion of the annual premium or a lump-sum sick payout option. Of the 119 individuals, a total of 105 selected the health insurance option. This coverage will continue through 2016.

For this group of retirees, a special coverage plan, Medicare Plan F, is implemented as employees reach age 65. It supplements Medicare benefits. These plans are purchased to cover medical expenses the patient might be billed; the difference between the doctor's fee and the amount Medicare actually pays. During the contract negotiations with United HealthCare, this group of employees was overlooked. This was brought to our attention by our COBRA provider, Harrington Health.

Coventry Health Care of Kansas, Inc. has agreed to continue to provide Plan F coverage for these retired employees so that there will be no disruption for them in their coverage. These are the renewal rates for 2015, which are a 7% increase over the 2014 rates. We are recommending continuing coverage with Coventry Health Care of Kansas, Inc. to complete our SVRP commitment through 2016.