Item: 2009-336

M

Management Committee

Meeting date: September 23, 2009

ADVISORY INFORMATION

Date: September 11, 2009

Subject: Authorization to award Dental Insurance contract

District(s), Member(s): All **Policy/Legal Reference:** None

Staff Prepared/Presented: Chris Piehowski, Benefits Specialist, and Sandi Blaeser,

Assistant Director, Employee Relations

Division/Department: Human Resources

Proposed Action

That the Metropolitan Council authorize the Regional Administrator to negotiate and enter into a 3 year contract (1/1/2010-12/31/2012) for dental Insurance with HealthPartners.

Background

In July 2009, the Council issued a request for proposal (RFP) for dental coverage. We received responses from three carriers, HealthPartners (incumbent), MetLife, and Delta Dental.

Rationale

The RFP included the following evaluation criteria in order of importance.

- Administrative Ability to administer negotiated benefits exactly as negotiated, ability to adhere to other administrative requirements, terms and conditions of proposed Group Policy Language.
- Financials Premium rates, rate caps, underwriting trend rates, performance guarantees with "at-risk" premiums.
- Ability to control future dental costs- Provider contracting and program features.
- Geo Access and Disruption Ability to meet the provider access requirements and minimize disruption
- Electronic Capabilities Ability to interface with PeopleSoft, employee self-service utilizing phone and web technology, employer self-service technology, and self-billing in administration.

An evaluation panel of Council staff (HR, MT Finance, ES) reviewed the RFP responses. The panel has reached consensus and is currently involved in rate negotiation.

Funding

We will present our recommendations at the meeting on Wednesday.

Known Support / Opposition

None