
City of Jackson

Administrative Services Only HEALTH CARE PROPOSAL

January 1, 2025



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Renewal Exhibit for: City of Jackson

Effective 1/1/2025

	<u>Current</u>		<u>Renewal</u>	
Administrative Costs (Fixed)				
Annual Administration Fee		\$750.00		\$750.00
Administration Fee	\$25.25	\$37,269.00	\$25.60	\$37,785.60
UR Fee	\$3.60	\$5,313.60	\$3.60	\$5,313.60
Dental Fee	\$2.90	\$4,280.40	\$3.05	\$4,501.80
PPO Fee - Average	\$8.00	\$11,808.00	\$10.50	\$15,498.00
Monthly Broker Fee	\$32.50	\$47,970.00	\$32.50	\$47,970.00
Network Repricing Fee	\$3.55	\$5,239.80	\$3.55	\$5,239.80
TIC & CAA Interface fee	\$0.85	\$1,254.60	\$0.85	\$1,254.60
Total Fixed Cost		\$113,885.40		\$118,313.40
% Change				3.89%
Census:				
Employee	65		65	
Employee + Spouse	10		10	
Employee + Child(ren)	34		34	
Family	14		14	
Total	123		123	

See Assumptions for contingencies that apply

Note: PPO fees are for the Current Option: Health Link - \$8.00 with First Health wrap 20% of savings

Note: PPO fees are: Mercy Direct \$2.50 / HealthLink \$8.00 with First Health wrap 20% of savings

Maternity Management fee \$133 per hour

PPO & Vendor fees may change based on PPO & Vendor rates

- Medical Admin Fee includes Rx Interface, COBRA, and Auxiant's Aggregate Accommodation Fee. Roundstone's aggregate accommodation fee is listed in their proposal.

- Roundstone handles all the Stop Loss. COBRA Administration is for all benefit lines to include services not administered by Auxiant.

Auxiant will not be responsible for any disclosure issues or problems relating to the stop loss contract if not placed by Auxiant.

By signing below, I acknowledge that I understand the risk and agree to hold Auxiant harmless.

City of Jackson agrees to this renewal for the renewal plan year starting 1/1/2025

and amends Auxiant's Claim Administration Agreement to incorporate the fees illustrated in our renewal.

City of Jackson commits to these rates and fees for the next plan year starting 1/1/2025 (includes all Auxiant fees).

_____ Group Signature _____ Date

_____ Broker/Consultant _____ Date

11/22/2024

Administrative Services Only

AUXIANT ASSUMPTIONS:

1. Roundstone handles all the Stop Loss.
2. **Medical Administration Fee includes: Rx Interface, COBRA, and Auxiant's Aggregate Accommodation. Roundstone's Aggregate Accommodation fee is listed in their proposal.**
3. ***TIC & CAA fee is proposed to offer a software solution to help your plan satisfy the new 1/1/2023 compliance requirement to make available an online shoppable tool to include member, service, and provider specific allowables and cost share estimates to members. This fee is applicable if you choose to implement the Auxiant proposed software solution AND your PPO Network is able to provide a Github compliant JSON machine readable file and an electronic network directory. Additional fees may apply for custom formatting of a non-compliant Github/JSON file.***
4. COBRA Administration is for all benefit lines to include services not administered by Auxiant.
5. Auxiant recommend considering other rental networks in certain states; PPO and UR fees would be priced on a case-by-case basis if not with Cigna PPO/UR.
6. Auxiant will not be responsible for any disclosure issues or problems relating to the stop Loss contract, if not placed by Auxiant. By signing below, I acknowledge that I understand this risk and agree to hold Auxiant harmless.
7. Quote assumes January 1, 2025 effective date.
8. Proposal includes Auxiant's On-Line Enrollment Product for the benefits that Auxiant administers. Additional fees may apply for other products or one and done technology.
9. Auxiant will retain up to 33.33% of all successful subrogation recoveries.
10. All PPO fees and Broker fees would be in addition to all fees quoted in this proposal.
11. ASO quote assumes Stop Loss will be placed with an Auxiant Approved Stop Loss carrier.
12. If a group terminates Auxiant the claim run-out fee would be \$35.00 pepm (in 6-month increments). In addition, Auxiant will charge \$200.00 per report request. The report fees must be paid before reports will be provided.
13. Auxiant requires confirmation of PBM Vendor.
14. Proposal includes claims surveillance technology which seeks to achieve additional cost savings for the plan, along with improved care for the claimant. (Zelis Fee 25% of Savings). Proposal also includes Auxiant Medical Management Non-Network Usual Reasonable Customary Reference Based Pricing (RBP) program. The fee for this service is 18% of savings. These fees may or may not be covered by Stop Loss.
15. Any additional cost control programs outside of Auxiant Medical Management will require review and approval - they may require additional interface fees and additional implementation lead time.
16. Please Note: Auxiant may receive administration fees and/or rebate fees from the Pharmacy Benefits Manager (PBM) to offset costs of integrating the Pharmacy Benefit Management Program with the Health Plan. For this fee, Auxiant provides a variety of services to the Pharmacy Benefit Management Program (which benefits the underlying plan participants), including but not limited to integrating pharmacy information into Stop Loss claims, providing billing and remittance to the PBM, coordinating enrollment and termination information for the PBM, and producing identification cards for the PBM program.

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17. Auxiant is an independent third-party administrator and is not owned by, controlled by, or has any financial ownership interest in any Stop Loss insurer or managing general underwriter with which it solicit quotes or places business, nor does it have any tie-in or exclusivity arrangements with any such insurer or entity. Auxiant is not affiliated with the insurer whose contract may be recommended to an Auxiant client.
 18. Auxiant attempts to make commercially reasonable efforts to market a client's Stop Loss insurance needs with the widest range of stop loss carriers and managing general underwriters based upon the requirements and covered lives data provided by the client. Auxiant may receive commission overrides from a stop loss carrier based upon the volume of premiums placed by Auxiant with that stop loss carrier over the course of a year. Such overrides are not attributable to any one employer or plan, but are calculated based upon the total premium volume over the course of a year. If Auxiant is not paid these rebate fees, commissions, or overrides, our administrative fees are subject to change upon thirty (30) day notice.

ADDITIONAL ADMINISTRATIVE SERVICES:

- a. Annual 509A (Completion and Filing) - \$550.00
- b. Auxiant Analytics - no fee, through Roundstone.
- c. Claim Run-out Fees - \$35.00 pepm in 6 month increments. In addition, Auxiant will charge \$200.00 per report request. Report fee must be paid before reports will be provided.
- d. Dental Administration - \$3.05 pepm
- e. Disease Management Comprehensive - \$3.60 pepm
- f. Enrollment (Non-Auxiant Vendor) - \$1,500.00 existing vendor / \$3,000.00 new vendor.
- g. Flex Administration - \$5.50 pepm - includes \$1.00 for Debit Card
- h. HRA Administration - \$5.50 pepm - includes \$1.00 for Debit Card
- i. HealthJoy - Standard (Quote through HealthJoy) / TPA+ Option 1 \$10.00 pepm / TPA+ Option 2 \$12.00 pepm
- j. Large Case Management - \$133.00 per hour
- k. Maternity Management - \$133.00 per hour
- l. Medical Necessity Review - \$247.00 per case
- m. Nurse Care Line 24/7/365 - \$0.60 pepm
- n. Outpatient Surgery / Outpatient Diagnostic Services / Outpatient Continuing Care Services / Outpatient Psychiatric and Substance Abuse - \$0.63 pepm per service.
- o. Outpatient Option 1 (Based on use of American Health's recommended precertification list) Surgery / Diagnostic Services / Continuing Care Services - \$1.16 pepm; Mental Health/Substance Use Disorder - \$0.42 pepm.
- p. Outpatient Option 2 (Based on use of American Health's recommended precertification list) Surgery / Diagnostic Services / Continuing Care Services / Psychiatric and Substance Abuse - \$0.42 pepm per service
- q. PACE - \$2.00 pepm (PHIA \$1.00 - Auxiant \$1.00)
- r. Physician Evaluations/Recommendations - \$239.00 per case
- s. Plan Amendments - \$200.00 / Plan Document Rewrite - \$750.00
- t. Plan Document Review costs - \$150.00 per hour with a 3.5 hour minimum charge (if you elect a third party vendor or broker to write your document)
- u. PPO Networks (more than three) - \$0.50 per additional network
- v. Preparation of IRS Form 5500 (ERISA plans) - \$750.00
- w. Short Term Disability Administration - \$1.60 pepm
- x. Special Statistical Reports - Actual expenses incurred, plus fifteen percent (15%)
- y. Teladoc - \$3.30 pepm fully-capitated / \$1.60 pepm + \$58 consult fee partially-capitated
- z. Vision Administration - \$0.65 pepm