INDIAN RIVER COUNTY MEMORANDUM

TO: Jason Brown

County Administrator

FROM: Suzanne Boyll &

Human Resources Director

DATE: April 6, 2022

SUBJECT: Addendum to RXBenefits Administrative Services Agreement – Amending the

Current Contract Period from 12 Months to 17 Months to Align with Annual

Benefit Renewals

BACKGROUND:

Effective May 1, 2018, Indian River County Board of County Commissioners approved a recommendation to carve-out the pharmacy benefit under the County's group health insurance program from Florida Blue and select Express Scripts as the pharmacy benefit manager. Administrative services for the pharmacy benefit are provided by RX Benefits. Pricing and rebates are updated annually effective January of each year and approved by the BOCC. The initial term was May 1, 2018 through April 30, 2019. The first renewal term was May 1, 2019 through April 30, 2020. The second renewal term was May 1, 2020 through April 30, 2021.

We are in the third renewal term of our agreement with RXBenefits for the twelve month period from May 1, 2021 through April 30, 2022. The County's benefit plan year is October 1st through September 30th. We are seeking to align the agreement with RXBenefits to coincide with our benefit plan year beginning October 1st of each year. The proposed 2022 ASA addendum would amend Article I – Certain Definitions to clearly define the "Contract Year" and each renewal term. Under this addendum, the third renewal term would be extended from twelve months effective May 1, 2021 to a seventeen month period ending on September 30, 2022. All pricing and rebate guarantees would be consistent with the October 2021 pricing agreements.

Additionally, Article VI – Term and Termination, Paragraph A will be amended to include the defined renewal terms periods.

FUNDING:

Funding for the pharmacy benefit is included in the health plan trust fund.

RECOMMENDATION:

Staff respectfully requests the Board of County Commissioners approve and authorize the Board Chairman to sign the 2022 administrative services agreement addendum with RXBenefits after review and approval by the County Attorney.

Attachments:

2022 ASA Addendum effective April 30, 2022 2021 ASA Addendum Exhibit A – Pricing effective October 1, 2021 2018 ASA Original Agreement effective May 1, 2018