



City of Broken Arrow

Request for Action

File #: 17-2847, Version: 1

**Broken Arrow City Council
Meeting of: 11-07-2017**

**To: Mayor and City Council
From: Office of the City Manager
Title:**

Approval of and authorization to execute a renewal of the Pharmacy Benefit Management Services Agreement with Navitus Health Solutions, LLC to continue to provide pharmacy benefit manager services for the employee health plan

Background:

The City has provided employee health benefits through self-insurance since 1989. On October 7, 2014, the Council approved an agreement with Navitus Health Solutions, LLC (Navitus) to be the pharmacy benefit manager for the City's employee health plan. This direct contract with Navitus enables the City to negotiate the rebate and fee structures of the prescription plan and allows greater control of the plan design.

The agreement provides for year to year continuation if both parties mutually agree. The claims appeal process was updated to allow additional reviews to be made by an Independent Review Organization if necessary. All other terms of the agreement remain the same.

Navitus has been excellent to work with and provides exceptional customer service. Staff recommends approving the agreement for another renewal term.

Cost: As estimated in the Group Health and Life Fund in the FY 2018

Prepared By: Jannette McCormick, Human Resources Director

**Reviewed By: Finance Department
Assistant City Manager - Administration
Legal Department**

Approved By: Michael L. Spurgeon, City Manager

Attachments: Pharmacy Benefit Management Services Agreement

Recommendation:

Approve the Pharmacy Benefit Management Services Agreement with Navitus Health Solutions, LLC and

authorize its execution.