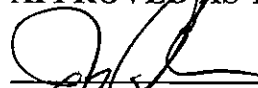


EM SUBMISSION NO.: EME 3042014PRESENTED: 6-2-14ADOPTED: 6-5-14**Resolution Authorizing Cornerstone Municipal Group****BY THE EMERGENCY MANAGER:**

On March 28, 2013, the Emergency Manager authorized Change Order #1 to Contract #12-021 in the amount of \$120,000.00 on an annual basis (#2013EM001) for the purpose of retaining the services of Cornerstone Municipal Group. Since March 1, 2012, Cornerstone has acted as a third party administrator and provided the City of Flint with benefit consulting services, Medicare Part D application and reconciliation process for the drug prescription program, and the enrollment and maintenance of active and retired employee benefit programs.

The Finance Department is recommending that Cornerstone Benefits Group continue to be retained in providing these and additional services relating to the enrollment and maintenance of benefits for both active and retired employees. Funding in the amount of \$120,000.00 for these services is to come from Risk & Benefits Management Professional Services account #736-000.105-716.100, extending the contract through February 28, 2015.

IT IS RESOLVED, that the appropriate City officials are authorized to enter into Change Order #2 to the contract with Cornerstone Benefits Group to provide these services in an annual amount not to exceed \$120,000.00 for a total contract amount of \$330,000.00.

**APPROVED AS TO FORM:**  
Pete M. Bade, Chief Legal Officer**APPROVED AS TO FINANCE:**  
Gerald Ambrose, Finance Director**EM DISPOSITION:**ENACT ✓

FAIL \_\_\_\_\_

  
Darnell Earley, ICMA-CM, MPA  
Emergency ManagerDATED: 6-5-14

## RESOLUTION STAFF REVIEW

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**DATE:** May 22, 2014

**Agenda Item Title:**

Resolution to Cornerstone Municipal Group

**Prepared By:**

V. Foster

**Background/Summary of Proposed Action:**

Cornerstone Municipal Group has provided fringe benefits consulting and management services since March 2012. Cornerstone was selected on the basis of a competitive bid at a total cost of \$120,000.00 annually, and they are agreeable to extending the contract for another year. This contract has resulted in the successful completion of health plan benefit modifications.

Cornerstone's services have been invaluable as the City has proceeded to address the issue of retiree health care, as well as in managing the City's benefit programs.

Based on their past performance, the Finance Department is recommending that the contract with Cornerstone be extended for an additional year.

**Budgeted Expenditure?**    ☒ Yes    ☐ No    Please explain if no:

**Account No.:**

736-000.105-716.100

**Pre-encumbered?**    Yes    ☒ No    Requisition #

**Other Implications (i.e., collective bargaining):**

None

**Staff Recommendation:**

It is the recommendation of the Finance Director that the City of Flint enter into an agreement with Cornerstone Municipal Group for the FY15 benefit plan year for an annual amount not to exceed \$120,000.00.

Staff Person: 

Approval: 