Memorandum

To: Cynthia Mares, Director Administrative Services

Webb County

CC: None

From: Roger Garza, LHIC, LUTF

Valley Risk Consulting

Date: 09-12-14

Re: RFP# 2014-05: Amended Recommendation

At the Insurance Committee meeting of August 20, 2014, I made a recommendation to select Allstate insurance for the Voluntary Cancer supplement. In addition, BayBridge/BeneBridge was recommended to the Insurance Committee to continue to provide IRC section 125 Third Party Administration services. Both proposals were submitted and approved by the Commissioners Court on September 8, 2014. The recommendation was made with the assumption that the current Third Party Administrator for IRC section 125, BayBridge, would administer the services in supplemental products. conjunction with the other Unfortunately, BayBridge/BeneBridge associates have acknowledge during a telephone conference, that they will not be able to administer any Allstate products under their service agreement. This unforeseen turn of events may cause a slight disruption of enrollment services which are scheduled to begin this month. Although, this is an unusual practice by the plan administrator, recommending another Third Party Administrator at this juncture with an alternate proposal would not be in the programs best interest. In an effort to avoid any disruption of the TPA services, I am rescinding my recommendation of Allstate Cancer products and recommending a continuation of the agreement with BayBridge and its affiliates, the current incumbent.