

SUPPLEMENTAL

COUNCIL AGENDA: 04-29-08
ITEM: 2.5



Memorandum

TO: HONORABLE MAYOR
AND CITY COUNCIL

FROM: Mark Danaj

SUBJECT: SEE BELOW

DATE: 04-28-08

Approved

Christine J. Shippen

Date

4-28-08

COUNCIL DISTRICT: N/A
SNI AREA: N/A

SUBJECT: APPROVAL OF A RESOLUTION TO CONTRACT WITH EYEMED VISION CARE (EYEMED) AND VISION SERVICE PLAN (VSP) TO PROVIDE VISION SERVICES TO CITY OF SAN JOSÉ EMPLOYEES, RETIREES AND THEIR DEPENDENTS

REASON FOR SUPPLEMENTAL

This supplemental memo is being provided to correct rates originally reported for the Eyemed Eyewear Materials-Only Vision Plan in a memo to Council dated April 7, 2008. The rates originally reported are 2% higher (see Chart A for correct rates). The corrected rates do not change the original recommendation to award contracts for vision care services to EyeMed and VSP. Since this vision plan option is new, actual cost savings cannot be estimated at this time and are dependent on employee and retiree enrollment.

Chart A

EyeMed Materials Only Non-Voluntary \$130 frame allowance	New EyeMed Materials Only Plan (Incorrect)	New EyeMed Materials Only Plan (Corrected)	Percent Difference
Single	\$4.24	\$ 4.16	-1.9%
Two-Party	\$7.42	\$ 7.26	-2.2%
Family	\$10.80	\$ 10.38	-3.9%
EyeMed Materials Only Voluntary \$130 frame allowance			
Single	\$6.23	\$ 6.10	-2.1%
Two-Party	\$12.45	\$ 12.20	-2.0%
Family	\$15.36	\$ 15.04	-2.1%

HONORABLE MAYOR AND CITY COUNCIL

04-28-08

Subject: Approval of Resolution to Contract with Eyemed and VSP

Page 2


MARK DANAJ
Director, Human Resources

For questions please contact Jeanne Groen, Benefits Manager, at (408) 975-1428.