

**THIRD MODIFICATION TO
STATE LAW ENFORCEMENT OFFICERS LABOR ALLIANCE (SLEOLA)
MEDICAL PLAN ADMINISTRATION AND SERVICES
FOR
FUNCTIONAL AREA 1 – SELF-FUNDED PREFERRED PROVIDER ORGANIZATION (PPO-SF)
CONTRACT NO. F10B4400011**

THIS THIRD MODIFICATION (“THIRD MODIFICATION”) is made as of this 8th day of October, 2024, by and between CareFirst of Maryland, Inc, Inc. (the “Contractor”) and the STATE OF MARYLAND, acting through the Department of Budget and Management, Office of Personnel Services and Benefits (the “Department”).

WHEREAS, on **August 13, 2014**, the Department entered into a contract with the Contractor for **SLEOLA Medical Plan Administration and Services, Project No. F10B4400011**, (the “Contract”) pursuant to the **Request for Proposals for SLEOLA Medical Plan Administration and Services, Project No. F10B4400011** dated **April 1, 2014**, and all amendments thereto issued in writing by the State (the “RFP”); and

WHEREAS, the Department and Contractor modified the Contract on September 25, 2019 (“Modification 1”) to revise Contract Provision #3, Period of Performance, to extend the contract through December 31, 2020 and provide for two additional successive two-year option terms; and

WHEREAS, the Department and Contractor modified the Contract on September 21, 2022 (“Modification 2”) to revise its Original MBE Participation Plan (“Revised MBE Plan #1”) and further revise additional certain compliance checklist (FA2 Attachment S-9) requirements on RFP Attachment S Technical Proposal for the PPO-SF Plan; and

WHEREAS, the parties desire to further extend the Contract, through December 31, 2026, while the Department conducts a new procurement for these services and awards a new contract to ensure continuity of such SLEOLA Medical Plan Administration and Services.

WHEREAS, the Department of General Services, Office of State Procurement (DGS-OSP), conducting the new procurement on behalf of the Department, has limited staff resources with the experience and expertise to manage the high number of healthcare solicitations simultaneously. Due to the complex nature of the Department’s procurements, and commitment to ensuring continuity of the current contract services to provide benefits coverage for employees and retirees, the Department is requesting an extension for two (2) additional contract years, January 1, 2025 through December 31, 2026. The extension will allow the Department and DGS-OSP sufficient time to solicit a new contract for these services.

NOW THEREFORE, IN CONSIDERATION of the recitals which are hereby made a substantive part hereof, and the promises and the covenants herein contained, the receipt and sufficiency of which are hereby acknowledged, the Department and Contractor agree as follows:

1. **Defined Terms.** All capitalized terms used in this Third Modification shall have the same meaning as provided in the Contract.

2. **Duration of Contract.** The Contract term under Contract § 3, Period for Performance, is hereby extended for two (2) years, January 1, 2025 through December 31, 2026, unless terminated earlier as provided in the Contract.

3. **Consideration and Payment.** Payment to the Contractor for the services under Contract § 4 shall remain the same as stated in the Contractor's Option Year 5 prices as proposed in the Contractor's fourth Best and Final Offer, dated July 3, 2014, and shall not exceed \$5,803,851.00 for the Contract extension period pursuant to this Third Modification.

4. **Scope of Third Modification.** This Third Modification amends the Contract specifically as described herein. Except as specifically revised by the terms of the prior two modifications and this Third Modification, all of the terms of the Contract shall remain in full force and effect and shall apply to this Third Modification.

IN WITNESS THEREOF, the parties have executed this Third Modification as of the date hereinabove set forth.

CONTRACTOR:
CAREFIRST OF MARYLAND, INC.

STATE OF MARYLAND:
DEPARTMENT OF BUDGET AND MANAGEMENT

[Redacted Signature]

[Redacted Signature]

By:
Mary Penczek, Vice President, Municipal Accounts

By: Helene Grady, Secretary
Or designee:

Print Name and Title
July 24, 2024

10-8-24

[Redacted Signature]

[Redacted Signature]

Witness/Attest

Witness

APPROVED FOR FORM AND LEGAL SUFFICIENCY THIS 9TH DAY OF October 2024.

[Redacted Signature]

ASSISTANT ATTORNEY GENERAL