



## Legislation Text

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**File #:** 2016-3974, **Version:** 1

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Consider a resolution approving the FY 2016/2017 Self-Funded Health Insurance Budget.

The City uses a self-insurance risk fund to provide health, vision and dental coverage for employees. The City has used self-insurance to effectively manage costs for these benefits since 1993. The City regularly updates the plan to address the needs of employees and manage costs by reviewing the marketplace and updating the plan design.

The budget for 2016/2017 includes funds to operate the Health Clinic, administer the programs, stop loss/reinsurance, claims and other insurance related costs. The budget is covered by all employee and employer contributions, stop loss reimbursements and other revenues available to cover expenses. Reserves for post-employment employee insurance continue to be met with the proposed budget.

For 2016/2017, the City will contribute \$780 per employee per month. Those costs are included in the department budgets and reflected in the 2016/17 budget adopted by Council on September 8, 2016. Staff will continue to closely monitor claims and program costs during the next year.

**Cost: \$13,243,200**

**Source of Funds: City and employee contributions to the Self-Funded Health Insurance fund.**

Staff recommends approval