

The Carl Junction City Council met in special session on Tuesday September 8, 2015 at 6:00 PM at City Hall. Mayor Mike Moss called the meeting to order with the following present: Don Marshall, Richard Zaccardelli, Mark Powers, Tim Smith, Roger Spencer, Wayne Smith and LaDonna Allen. Alderman Bob Cook was absent. Also present were City Administrator Steve Lawver and City Clerk Maribeth Matney.

**AGENDA**

Mark Powers motioned to approve the agenda as presented. Richard Zaccardelli seconded. All in favor. No opposed.

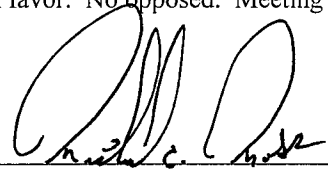
**PRESENTATION FROM MIRMA ON HEALTH INSURANCE COVERAGE PROPOSAL**

Matthew Brodersen, MIRMA, addressed the council with their health insurance proposal. Matt said that MIRMA has been in operation for 35 years with General Liability and Work Comp Coverage. The City of Carl Junction has been a member for 30 years. They are an insurance pool and nonprofit association. They have had members ask them to look at health insurance to help with cost. This is the plan that they have come up with after a lot of research. It will take 4-5 years to fully develop. Matt then went over the financial numbers. 50% of the cost is medical expense, 25% is prescription, 15% is profit and 10% is commissions and fees. They have 1500 employees and approximately 3000 lives that are interested in this program. It takes 1000 to make it work. He said that the surplus that might be taken in will be returned to the members. What they are presenting tonight is the worst case scenario that could happen to the City in this program. They will be part of the Blue Valley Captive so that we don't have to collect start up money that way. They will keep 80% and 20% goes back to the association. The way this is structured is that the City pays the 1<sup>st</sup> \$20,000, the Captive pays the 2<sup>nd</sup> \$80,000 and then the insurance company pays anything over \$100,000. They will be contracting with Gerber Life. Matt also explained that the health insurance will be separate from the other insurance coverage they offer. David Hickman, Health Insurance Cooperative Agency, then went over the plan and answered questions. The insurance plan is the same as the one we currently have. The network is 1<sup>st</sup> Health. There was discussion about the prescription cards, lab fees, deductibles and claims handling. It was asked what happens if this does not work. Matt stated that the City's would have to go out for bid on their own. There was also discussion about our deductibles and getting our renewal back on a calendar year. Currently the City pays \$343775.04 in insurance premiums, with this proposal they will be paying \$267200.00 for a savings of \$76575.04.

**ADJOURNMENT**

Mark Powers motioned to adjourn the meeting. Tim Smith seconded. All in favor. No opposed. Meeting adjourned at 8:00 PM.

  
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CITY CLERK

  
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MAYOR