RESOLUTION NO. 2843

A RESOLUTION OF THE CITY OF SALISBURY AUTHORIZING THE MAYOR TO SIGN AN AMENDMENT TO THE MEMORANDUM OF UNDERSTANDING FOR THE WICOMICO COUNTY PUBLIC ENTITIES HEALTH INSURANCE CONSORTIUM CHANGING THE RATE STABILIZATION RESERVE PERCENTAGE FROM 14% TO 12%.

WHEREAS, the Mayor and City Council of the City of Salisbury have authorized the City to participate in the Wicomico Public Entities Health Insurance Consortium and to enter into a Memorandum of Understanding with the other members of the Consortium; and

WHEREAS, one of the features of the agreement is a Rate Stabilization Reserve (RSR) which establishes a fund to hold and accumulate funds in the event of an experience gain or loss; and

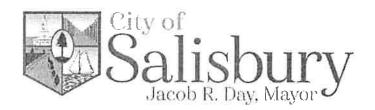
WHEREAS, the agreement currently requires each entity to the agreement to retain 14% of the prior year annual premiums paid; and

WHEREAS, the City has recently been advised that the RSR required percentage is being changed to 12%.

NOW, THEREFORE, BE IT RESOLVED that the Salisbury City Council hereby authorizes the Mayor to sign the attached amendment to the Memorandum of Understanding for the Wicomico County Public Entities Health Insurance Consortium changing the Rate Stabilization Reserve from 14% to 12%.

THE ABOVE RESOLUTION was introduced and read and passed at the regular meeting of the City of Salisbury held on the 29th day of May 2018, and is to become effective immediately upon adoption.

ATTEST: Humberly R. Nichols, City Clerk	John R. Heath, President Salisbury City Council
APPROVED BY ME THIS 30 day of My Y Jacob R. Day, Mayor	, 2018.



INTER	
OFFICE	

MEMO

Finance Department

To:

Julia Glanz, City Administrator

From:

Keith Cordrey, Director of Finance

Subject:

Amendment to Health Consortium Memorandum of Understanding

Date:

May 16, 2018

At the 1/12/18 Health Consortium meeting it was recommended to change the rate stabilization percentage from 14.0% to 12.0%.

The attached resolution is needed in order to make this change.

Please forward this resolution for Council's consideration.

AMENDMENT TO THE PUBLIC ENTITIES HEALTHCARE CONSORTIUM MEMORANDUM OF UNDERSTANDING

THIS AMENDMENT ("the Amendment") is made and entered into this 1st day of July, 2018, by and between Wicomico County Government, Wicomico County Board of Education, and the City of Salisbury, which shall collectively be known as the Wicomico County Public Entities ("WCPE").

WHEREAS, the WCPE entered into a Public Entities Healthcare Consortium Memorandum of Understanding with an effective date of September 1, 2001 ("the Memorandum"); and

WHEREAS, the parties now seek to amend the Memorandum as detailed below.

NOW, THEREFORE, the parties hereto agree to the following revisions to the Memorandum:

1. In section 3.13.c., change "14%" to "12%."

IN WITNESS WHEREOF, the entities have this day and year first above written set their respective hands and seals.

WITNESS/ATTEST:	BOARD OF EDUCATION OF WICOMICO COUNTY, MARYLAND
95	Donald L. Fitzgerald, Board President
WITNESS/ATTEST: WITNESS/ATTEST	Jacob R. Day, Mayor WICOMICO COUNTY, MARYLAND
9	Robert Culver, County Executive

Approved as to sufficiency this	_
County Attorn	ey
Approved as to sufficiency this	
Attorney, City	of Salisbury
Approved as to sufficiency this	_