AGENDA ITEM SUMMARY

DATE: 12/17/2012 **DEPARTMENT:** Administration -   **DEPT. HEAD SIGNATURE:** HD

SUBJECT

Report on III-A Status

AUTHORITY: ☐ ID Code   ☐ City Ordinance/Code   Municipal Code

BACKGROUND:

At the December 12, 2012 III-A Board meeting, four items were addressed:

1. III-A attorney reported on the relationship with Idaho Department of Insurance: The III-A Negotiating Committee met with DOI on December 3, 2012. At the end of the meeting, DOI staff indicated they appreciated the updated information they received regarding the operation of the III-A and how it is addressing compliance with the reserve requirements of § 41-4110, Idaho Code. DOI requested that III-A provide them with an updated balance sheet addressing the reserve as of December 6, 2012 and a status of the Members. At this time, the DOI will continue to closely monitor the compliance of III-A and its operations.

2. A motion was made to allow cities who had not paid pursuant to the November 21, 2012 Notice, to pay within 60 days, without penalty.

3. A motion was made to order an actuary report which would assess the short and long-term cost to the III-A of allowing several cities to withdraw without penalty. That report will be presented on January 9, 2012, during the Board meeting in Boise. Further discussion will be held at that time regarding the feasibility of amending the JPA to allow withdrawal without penalty, or with modified penalty.

4. A motion was made to order a presentation from a company who could service the III-A with insurance coverage that is a hybrid, neither fully insured nor fully self-insured. Premiums would only be adjusted once per year, and all employees within the pool would have access to one of four health insurance options (low deductible, high deductible, etc)

Hailey employees will remain insured under III-A in January, 2013.

FISCAL IMPACT / PROJECT FINANCIAL ANALYSIS:
Budget Line Item # _____ . YTD Line Item Balance $_____

RECOMMENDATION FROM APPLICABLE DEPARTMENT HEAD:

Council move to confirm or deny appointment.

FOLLOW UP NOTES: