

## Press Release City of Edmonds

Mayor David O. Earling

## For Immediate Release: Wednesday, October 31, 2012

To: City Council

The Edmonds Beacon
The Seattle Times
The Everett Herald
My Edmonds News.com

Edmonds Patch

Edmonds KOMO

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## Edmonds City Council approves medical benefits change for employees, Saves City \$333,000

**(Edmonds – WA)** Last night at the Edmonds City Council meeting, the council unanimously approved a change in medical benefits for employees.

Currently, the City is a member of the Association of Washington Cities Benefit Trust, and purchases medical benefit insurance, among other insurance from the Trust. Under the leadership of Mayor Earling, the City has been exploring options to provide medical benefit insurance for its employees.

After thorough research and analysis, and continued work with Mercer, a brokerage company, the City Council decided to change the Preferred Provider Option (PPO) medical benefit insurance to United Health Care (UHC). The UHC plan is very similar to the current plan, and provides a \$333,000 savings for 2013 to the city. In addition to the savings, the city negotiated a rate cap increase for 2014, so will continue to see savings comparatively, based on historical increases in rates at AWC. The other benefit the City will realize from this change is access to claims data, which can help to contain costs, and qualify for competitive bids for provision of healthcare.

The City will continue to offer medical insurance through Group Health Cooperative with the AWC Trust, as UHC does not offer an HMO option for health insurance.