Introduced by: Mayor Date: January 20, 1986 Vote: 11 Yes, 4 No Action: Adopted

KENAI PENINSULA BOROUGH

RESOLUTION 87-7

APPROVING THE SELECTION OF GREAT-WEST LIFE ASSURANCE COMPANY TO REPLACE BLUE CROSS TO ADMINISTER THE SELF-INSURED HEALTH CARE PROGRAM FOR THE ADMINISTRATORS, EMPLOYEES, AND THEIR DEPENDENTS OF KENAI PENINSULA BOROUGH AND KENAI PENINSULA BOROUGH SCHOOL DISTRICT.

WHEREAS, there have been significant increases in both claims cost and other fixed cost to administer the health care program; and

WHEREAS, health care program benefits and design have been modified to reduce these costs; and

WHEREAS, the Borough solicited proposals from seventeen insurance companies to administer the health care program in November, 1986, with seven companies offering proposals; and

WHEREAS, Great-West Life Assurance Company most closely met Borough requirements to reduce and control health care costs; and

WHEREAS, Great West Life Assurance Company offers the lowest cost to administer the program and effective means for cost containment; and

WHEREAS, the Director of Finance recommends that the Assembly select Great-West to administer the health care program of the Borough;

NOW THEREFORE, BE IT RESOLVED BY THE ASSEMBLY OF THE KENAI PENINSULA BOROUGH:

Section 1. That the Assembly approves the selection of Great-West Life Assurance Company to replace Blue Cross to administer the health care program of the Borough.

 $\underline{\text{Section 2}}.$ That this resolution takes effect on February 1, 1987, at the expiration of the Blue Cross contract with the Borough.

ADOPTED BY THE ASSEMBLY OF THE KENAI PENINSULA BOROUGH ON THIS 20th DAY OF January, 1987.

Yonathan W. Sewall, Assembly President

ATTEST: