## **MEMORANDUM OF AGREEMENT**

#### **Regarding Insured Benefits**

#### By and Between

### The Joint Labor Management Insurance Committee (JLMIC)

# Subject: Healthy Incentives and 2019 Benefits Plan Designs

WHEREAS, certain designated representatives of King County (the County) and the Unions who are party to the JLMIC and are signatory to this Memorandum of Agreement (the Agreement) are empowered to negotiate and implement modifications to insured benefits for JLMIC-Eligible Employees, pursuant to Section 7 of the JLMIC Memorandum of Agreement Regarding Insured Benefits January 1, 2017 through December 31, 2018 (Benefits Agreement); and

WHEREAS, Section 8 of the Benefits Agreement provides that during the term of the Benefits Agreement, the JLMIC will replace the Healthy Incentives Program.

WHEREAS, on April 11, 2017, the JLMIC agreed to replace the Healthy Incentives Program with a Health and Well-Being Program to be effective January 1, 2018; and,

WHEREAS, on July 11, 2017, the JLMIC agreed that with the replacement of Healthy Incentives in 2018, the process steps for earning Gold level benefits in 2019 would also end.

NOW THEREFORE, the JLMIC agrees to the following terms and conditions to be effective January 1, 2018.

1. The JLMIC hereby agrees to replace the Healthy Incentives Program with the Well-Being Program.

2. The JLMIC hereby agrees that JLMIC-Eligible Employees will no longer be offered the opportunity to do a Wellness Assessment and an Individual Action Plan in 2018 to determine the benefits plan level for 2019.

**3.** The JLMIC hereby agrees that there will be only one plan design in 2019 for the HMO and PPO benefits plans, which will be consistent with the 2018 plan design levels. The HMO and PPO plan designs are outline in Attachment A.

For the Joint Labor Management Insurance Committee:

Dustin Frederick, Business Manager Public Safety Employees Union Co-Chair, Joint Labor Management Insurance Committee

For the Joint Labor Management Insurance Committee:

Denise Cobden, Union Representative Professional and Technical Employees, Local 17 Co-Chair, Joint Labor Management Insurance Committee

8/8/

Date

For King County:

Megar Hedersen, Director Office of Labor Relations, King County Executive Office Co-Chair, Joint Labor Management Insurance Committee

King (

Robert Railton, Labor Relations Manager Office of Labor Relations, King County Executive Office Co-Chair, Joint Labor Management Insurance Committee

Date

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responsible for 4% of the costs of all covered benefits if the plan selected has an actuarial value of 96%, on average; and, the person would be

\*The HMO and PPO plans designs in 2019 are the same as the Gold plan designs in 2018. There are no Silver or Bronze plan designs in 2019.

\*\* Actuarial Value: The percentage of total average costs for covered benefits that a plan will cover. For example, the person would be responsible for 9% of the costs of all covered benefits if the plan selected has an actuarial value of 91%.

Kaiser Permanente HMO	In-Network	Deductible \$0 Single/family	Out-of-pocket \$1,000/\$2,000 (Deductible + copay) Single/family	Office Visit \$20 Copay Copay/Coinsurance	Inpatient Hospital \$200 copay Copay/Coinsurance	Emergency Room \$100 copay (\$150 for out-of-network)	Retail Prescription Copays apply to out-of- Drug pocket maximum (Mail 2x Copay)	Generic \$10 copay	Brand Formulary \$20 copay	Non-Formulary \$30 copay	Banafit Accese Fee
KingCare <sup>SM</sup> PPO	In-Network	\$300/\$900	\$1,100/\$2,500	15%	15%	\$200 copay, 15% coinsurance	Out-of-pocket limit on Rx drugs: \$1,500/\$3,000	\$7 copay	\$30 copay	\$60 copay	\$100
are <sup>sm</sup>	Out-of-network	0063	\$1,900/\$4,100	35%	35%	6 coinsurance	it on Rx drugs: 3,000	pay	ipay	pay	0

JLMIC HMO and PPO Plan Designs for 2019\*

Attachment A