

Heber Public Utility District

BOARD OF DIRECTORS

MEETING DATE: October 17, 2019
FROM: Laura Fischer, General Manager
SUBJECT: Adopt Resolution Number 2019-09

ISSUE:

Shall the Heber Public Utility Board of Directors approve Resolution 2019-09 Approving the Form of and Authorizing the Execution of a Memorandum of Understanding and Authorizing Participation in The Special District Risk Management Authority's Health Benefits Program?

GENERAL MANAGER RECOMMENDATION:

Adopt Resolution 2019-09 approving the Memorandum of Understanding and authorizing participation in the SDRMA Health Benefits Program.

FISCAL IMPACT:

NONE.

DISCUSSION

At the June 26, 2019 SDRMA Board meeting, the SDRMA Board approved amendments to the Memorandum of Understanding between HPUD and SDRMA. The amendments were made to align the MOU with IRS guidelines, the Affordable Care Act and the CSAC-EIA pool guidelines. CSAC-EIA is the organization that provides coverage for the Health Benefits program.

I have attached the letter with more information from SDRMA and the Resolution 2019-09 for your consideration

CONCLUSION

An approval of Resolution 2019-09 will allow HPUD to continue to work with SDRMA to provide health benefits for our employees. Staff recommends adoption of Resolution 2019-09 and authorizing the execution of the Memorandum of Understanding and authorizing participation in the SDRMA health benefits program.

ALTERNATIVES:

1. Do not approve Resolution 2019-09 and do not authorize execution of the MOU. This action would eliminate our option to have SDRMA provide health benefits to our employees.
2. Provide alternative direction to staff.

Respectfully Submitted,

Laura Fischer, General Manager

Attachment: Resolution 2019-09 – Letter from SDRMA

RESOLUTION NO. 2019-09

A RESOLUTION OF THE OF THE HEBER PUBLIC UTILITY DISTRICT APPROVING THE FORM OF AND AUTHORIZING THE EXECUTION OF A MEMORANDUM OF UNDERSTANDING AND AUTHORIZING PARTICIPATION IN THE SPECIAL DISTRICT RISK MANAGEMENT AUTHORITY'S HEALTH BENEFITS PROGRAM

WHEREAS, HEBER PUBLIC UTILITY DISTRICT, a public agency duly organized and existing under and by virtue of the laws of the State of California (the "ENTITY"), has determined that it is in the best interest and to the advantage of the ENTITY to participate in the Health Benefits Program offered by Special District Risk Management Authority (the "Authority"); and

WHEREAS, the Authority was formed in 1986 in accordance with the provisions of California Government Code 6500 *et seq.*, for the purpose of providing risk financing, risk management programs and other coverage protection programs; and

WHEREAS, participation in Authority programs requires the ENTITY to execute and enter into a Memorandum of Understanding which states the purpose and participation requirements for the Health Benefits Program; and

WHEREAS, all acts, conditions and things required by the laws of the State of California to exist, to have happened and to have been performed precedent to and in connection with the consummation of the transactions authorized hereby do exist, have happened and have been performed in regular and due time, form and manner as required by law, and the ENTITY is now duly authorized and empowered, pursuant to each and every requirement of law, to consummate such transactions for the purpose, in the manner and upon the terms herein provided.

NOW, THEREFORE, BE IT RESOLVED BY THE GOVERNING BODY OF THE ENTITY AS FOLLOWS:

Section 1. Findings. The ENTITY's Governing Body hereby specifically finds and determines that the actions authorized hereby relate to the public affairs of the ENTITY.

Section 2. Memorandum of Understanding. The Memorandum of Understanding, to be executed and entered into by and between the ENTITY and the Authority, in the form presented at this meeting and on file with the ENTITY's Secretary, is hereby approved. The ENTITY's Governing Body and/or Authorized Officers ("The Authorized Officers") are hereby authorized and directed, for and in the name and on behalf of the ENTITY, to execute and deliver to the Authority the Memorandum of Understanding.

Section 3. Program Participation. The ENTITY's Governing Body approves participating in the Special District Risk Management Authority's Health Benefits Program.

Section 4. Other Actions. The Authorized Officers of the ENTITY are each hereby authorized and directed to execute and deliver any and all documents which are necessary in order to

consummate the transactions authorized hereby and all such actions heretofore taken by such officers are hereby ratified, confirmed and approved.

Section 5. Effective Date. This resolution shall take effect immediately upon its passage.

PASSED AND ADOPTED this 17th day of October, 2019 by the following vote:

AYES: _____

NOES: _____

ABSENT: _____

Pompeyo Tabarez, Jr.

President

Raquel Carrillo, Board Secretary