

CITY OF AURORA, ILLINOIS
RESOLUTION NO. R03-594
DATE OF PASSAGE December 9, 2003

**A RESOLUTION AUTHORIZING AN AGREEMENT FOR CONTINUED
HEALTH INSURANCE STOP/LOSS COVERAGE WITH
RELIASTAR LIFE INSURANCE COMPANY
FOR THE PERIOD JANUARY 1, 2004 THROUGH DECEMBER 31, 2004**

WHEREAS, the City of Aurora has a population of more than 25,000 persons and is, therefore, a home rule unit under subsection (a) of Section 6 of Article VII of the Illinois Constitution of 1970; and

WHEREAS, subject to said section, a home rule unit may exercise any power and perform any function pertaining to its government and affairs for the protection of the public health, safety, morals and welfare; and

WHEREAS, the City of Aurora Medical coverage is self-insured; and

WHEREAS, Reliastar has provided the City of Aurora with stop/loss coverage since November 31, 1999, it is in the best interest of the City of Aurora to maintain individual stop/loss coverage through Reliastar Life Insurance Company;

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Aurora, Illinois, that the rates outlined in the attached document, shall be in effect as of January 1, 2004, and that the estimated annual cost for this coverage is \$285,263.

PASSED AND APPROVED on Dec 9, 2003

Alley Schuler
David Marquardt
Stephanie J. Kujawa
Neil
Robert J. Connor
Patricia
Aldermen

John A. Cortina
Deborah J. Hartmann
Michael B. Saille
Chris Seyfried
John A. Batts
Bob Sheltan
Aldermen

Ayes 12 Nays 0 Not Voting 0

ATTEST:

Cheryl M. Vorhoff
City Clerk

David L. Stover
Mayor David L. Stover

CITY OF AURORA

Summary of Stop Loss Proposals - Effective January 1, 2004

Estimated Annually - Based on 209 Single/318 EE +1/309 Family Coverages (836 Employees)
Assumes Aggregate Attachment 125% of Expected Paid Claims

<u>MGU/Carrier</u>	<u>Contract</u>	<u>Specific Deductible</u>	<u>Specific Premium</u>	<u>Annual Specific Premium</u>	<u>Aggregate Premium</u>	<u>Annual Aggregate Premium</u>	<u>Aggregate Factor</u>	<u>Aggregate Attachment Point</u>
ING Employee Benefits (ReliaStar Life Insurance Co.) (\$40,000 Aggregating Specific) (Current)	PAID	\$175,000	Sng - \$ 12.72 EE+1 - \$ 26.72 Fam - \$ 37.04	\$271,210				No Aggregate Coverage taken.
ING Employee Benefits (ReliaStar Life Insurance Co.) (\$40,000 Aggregating Specific) (Renewal)	PAID	\$175,000	Sng - \$ 16.28 EE+1 - \$ 34.20 Fam - \$ 47.41	\$347,134				No Aggregate Coverage taken.
ING Employee Benefits (ReliaStar Life Insurance Co.) (\$40,000 Aggregating Specific) (Renewal)	PAID	\$200,000	Sng - \$ 13.40 EE+1 - \$ 28.10 Fam - \$ 38.98	\$285,263				No Aggregate Coverage taken.
ING Employee Benefits (ReliaStar Life Insurance Co.) (\$40,000 Aggregating Specific) (Renewal)	24/12	\$225,000	Sng - \$ 11.50 EE+1 - \$ 24.20 Fam - \$ 33.50	\$245,407				




City of Aurora

Mayor's Office, 44 E. Downer Place. Aurora, Illinois 60507-2067 (630) 844-3612 FAX (630) 892-8967

David L. Stover
Mayor

November 13, 2003

TO: Finance Committee:
Alderman Bob O'Connor, Chairman
Alderman Chuck Nelson
Alderman Abby Schuler

FROM: Terry Dennin, Asst. Chief of Staff 

RE: Resolution Authorizing An Agreement for Continued Health Insurance Stop/Loss Coverage with Reliastar Life Insurance Company for the period January 1, 2004 through December 31, 2004

I am forwarding to you correspondence and a Recommendation on the above referenced matter.

Please have the members of your committee review this matter and make a recommendation to the City Council.

RT/rp
Enclosures

c: Alderman Scheketa Hart-Burns

