A RESOLUTION ADOPTING CHANGES TO EMPLOYER ADOPTION AGREEMENT FOR BOTH THE STANDARD AND POST-SEPARATION HEALTH CARE REIMBURSEMENT PLANS

WHEREAS; the Internal Revenue Code allows governmental employers to offer health reimbursement arrangement (HRA) plans; and

WHEREAS, the Council adopted Resolution No. 2011-30 on August 10, 2011, authorizing the establishment of a Health Reimbursement Arrangement; and

WHEREAS, to remain compliant with certain federal healthcare reform regulations the City is required to restructure its existing plan design to offer two separate plans, a standard plan and a new post-separation plan. The standard plan is the same as HRA plan the City currently provide to its employees. The post-separation HRA is a new plan for employees who are not enrolled in or covered by the City's group medical plan;

NOW THEREFORE, BE IT RESOLVED BY THE COUNCIL OF THE CITY OF LEBANON AS FOLLOWS:

The City Manager or his designee is authorized to execute the standard and postseparation HRA plan documents to amend the City of Lebanon's current HRA plan agreements to remain compliant with Federal health care reforms.

Passed by the Lebanon City Council by a vote of $\underline{\mathcal{H}}$ for and $\underline{\mathcal{O}}$ against and executed by the Mayor this 11th day of September 2013.

CITY OF LEBANON, OREGON

Paul R. Aziz, Mayor Bob Elliott, Council President X

ATTESTED:

Linda Kaser, City Clerk