MEMORANDUM OF AGREEMENT

Between

The City of Saint Paul

And

AFSCME (Locals 1842, 2508, 3757), CCEA, FIRE FIGHTERS Local 21, FSA Local 3939, MACHINISTS, MANUAL & MAINTENANCE SUPERVISORS ASSOCIATION, OPERATING ENGINEERS Local 70, POLICE FEDERATION, PEA, SPSO, & TRI-COUNCIL (Locals 49, 120, 363) FOR 2016-2017 **AGREED ON AUGUST 25, 2015**

This MOA is entered into by the City of Saint Paul and the above listed Unions for the purpose of establishing Health Insurance contribution rates and VEBA contribution rates for 2016 and 2017. The terms of this MOA shall be included in the succeeding Collective Bargaining Agreements for all of the above Unions and the City.

- 1) City agrees to continue to pay the administrative costs for FSAs and HRA. Employees continue to pay the administrative fee for debit cards.
- 2) The terms to be implemented in each Collective Bargaining Agreement pertaining to City contributions for health insurance premiums and VEBA accounts for eligible employees in 2016 and 2017 are included in the attached Appendix A.
- 3) This language does not alter or change the City's commitment to make pro-rata contributions for part-time employees as stated in applicable contracts
- 4) The parties agree to accept the wellness program components approved by the LMCHI.

5) The parties agree to the plan design changes recommended by the LMCHI.

FOR THE CITY:	Jason Schmidt, Labor Relations Manager	<i> 0 14 15</i> Date
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NAME: **UNION:** AFSCME Clerical, Local 2508 Koami AFSCME Technical, Local 1842 AFSCME Legal, Local 3757 Classified Confidential Employees Assn (CCEA) Fire Fighters, Local 21 Fire Supervisory Association, Local 3939

Machinists, District Lodge No. 77

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Manual & Maintenance Supervisors Assn

Operating Engineers, Local 70

Saint Paul Police Federation

Professional Employees Association (PEA)

Saint Paul Supervisor's Organization (SPSO)

Tri-Council Laborers Local 363

Tri-Council General Drivers Local 120

Tri-Council Operating Engineers Local 49

APPENDIX A

Effective **January 2016**, for each eligible employee covered by this Agreement who is employed full-time and who selects City-provided employee health insurance coverage, the Employer agrees to contribute the following amounts per month:

Open Access Choice Deductible Plan:

2015 contributions plus eighty-two and one-half percent (82.5%) of the premium increase for 2016, after plan design changes; employees shall be responsible for the 2015 employee contribution, plus seventeen and one-half percent (17.5%) of the premium increase for 2016, after plan design changes.

Based on a 4.3% premium increase and VEBA offset for single premiums, this results in the following employer contributions:

Single:

\$577.05, plus \$80 per month to be deposited in a VEBA account (plus an additional \$75

per month in a VEBA for completion of 2015 Wellness Program).

Family:

\$1,351.86, plus \$45 per month to be deposited in a VEBA account (plus an additional \$75

per month in a VEBA for completion of 2015 Wellness Program).

Distinctions:

Single:

\$398.88

Family:

\$748.22

Effective **January 2017**, for each eligible employee covered by this Agreement who is employed full-time and who selects City-provided employee health insurance coverage, the Employer agrees to contribute the following amounts per month:

Open Access Choice Deductible Plan:

2016 contributions plus eighty-two and one-half percent (82.5%) of the premium increase for 2017, after plan design changes, if any; employees shall be responsible for the 2016 employee contribution, plus seventeen and one-half percent (17.5%) of the premium increase for 2017, after plan design changes, if any.

Based on a 6% premium increase and VEBA offset for single premiums, this results in the following employer contributions:

Single:

\$611.67, plus \$75 per month to be deposited in a VEBA account (plus an additional \$75

per month in a VEBA for completion of 2016 Wellness Program).

Family:

\$1,426.52, plus \$45 per month to be deposited in a VEBA account (plus an additional \$75

per month in a VEBA for completion of 2016 Wellness Program).

Distinctions:

Single:

\$398.88

Family:

\$748.22