




CITY COUNCIL AGENDA ACTION FORM

AGENDA DATE:	9/13/2022		
AGENDA SUBJECT:	Discussion, consideration, and possible action regarding a resolution establishing an Employee Benefit Trust and authorizing the City Administrator and City Secretary to execute a Trust Agreement on behalf of the City of Glen Rose		
PREPARED BY:	Staci L. King, City Secretary	DATE SUBMITTED:	9/02/2022
EXHIBITS:	<ol style="list-style-type: none"> 1. Trust Agreement 2. Resolution Creating the City of Glen Rose Employee Benefit Trust 		
BUDGETARY IMPACT:	Required Expenditure:		\$00.00
	Amount Budgeted:		\$00.00
	Appropriation Required:		\$00.00
CITY ADMINISTRATOR APPROVAL:			
SUMMARY:	<p>Chapter 222 of the Texas Insurance Code allows for political subdivisions to exempt themselves from premium taxes paid to the state by insurance companies. The tax is 0.75% for HMO and 1.75% for PPO plans. To allow for this exemption, the City must adopt a Single Non-Profit Trust, and submit documentation to their health insurance company. With BCBS once the Trust is established, a Statement of Understanding will be issued; this document will explain that BCBS will refund the tax amount to the City once per year, typically in February, for the prior year.</p>		
RECOMMENDED ACTION:	<p>Motion to approve a Resolution establishing an Employee Benefit Trust and authorizing the City Administrator and City Secretary to execute a Trust Agreement on behalf of the City of Glen Rose.</p>		