

**CITY OF SHEBOYGAN
RESOLUTION 100-25-26**

BY ALDERPERSONS MITCHELL AND PERRELLA.

OCTOBER 13, 2025.

A RESOLUTION adopting certain changes to the City's Medical Benefit Plan and Dental Benefit Plan effective for calendar year 2026 coverage and establishing the monthly premium equivalent rates effective for January 2026 coverage and thereafter.

RESOLVED: That the following changes to the City of Sheboygan's Medical Benefit Plan and Dental Benefit Plan effective for calendar year 2026 are hereby adopted:

1) 2026 Health Insurance Monthly Premium Rates

- a) The monthly premium for health insurance in 2026 shall be as follows:

Coverage

Single	\$1,059.02
Employee with spouse	\$2,014.74
Employee with children	\$1,826.32
Family	\$2,784.04

- b) The monthly employee premium equivalent rates for full-time employees who participate in the annual physical exam shall be:

Coverage

Single	\$ 92.66
Employee with spouse	\$ 176.28
Employee with children	\$ 159.80
Family	\$ 243.60

- c) The monthly employee premium equivalent rates for full-time employees who do not participate in the annual physical exam shall be:

Coverage

Single	\$ 158.86
Employee with spouse	\$ 302.22
Employee with children	\$ 273.94
Family	\$ 417.60

* Nothing in this Resolution shall be interpreted as contradicting any approved collective bargaining agreement. Part-time employees will generally pay 50% of the total monthly premium. However, for example, the City's collective bargaining agreement with Amalgamated Transit Union Local 998 provides that certain part-time employees will pay a lower amount of the total monthly premium.

- d) The monthly employee premium equivalent rates for part-time, eligible employees shall be:

Coverage

Single	\$ 529.51
Employee with spouse	\$1,007.37
Employee with children	\$ 913.16
Family	\$1,392.02

- e) New employees, those not previously eligible for health insurance, and those not previously participating in the City of Sheboygan Health Insurance Plan will receive the rates listed in subsection (a) above for the 2026 plan year (and the associated rates for the 2027 plan year) in order to allow the employee the necessary time to participate in the Wellness Plan Year, which runs from November 1 to October 31.
- 2) In 2026, the City will partially fund a Health Savings Account (HSA) for employees and/or family members (eligibility follows IRS guidelines) on the City's Health Insurance Plan as of January 1, 2026. Except in the case of a collective bargaining agreement that states otherwise, the maximum City funding amounts will total \$750 for those with single coverage and \$1,500 for those with employee plus spouse, employee plus child(ren), and full family coverage. Additionally:
- a) Employees who are on the Plan on January 1, 2026 shall have their HSA funded in January 2026.
- b) No contributions will be made for those new to the plan after January 1, 2026.
- c) HSA contributions are issued to an employee and/or family member based on eligibility of the employee on January 1. Mid-year changes for an active plan participant after January 1 are not eligible for HSA contributions. In addition, COBRA-only participants are not eligible for the City contribution to the HSA.
- d) Employees are responsible for notifying the Human Resources Department if the employee is or will be an active participant of a secondary government-issued health insurance, such as Medicare or Tricare, as of January 1 of the Plan year. Following IRS guidelines, neither the City nor the employee may contribute to a HSA account if the employee is also participating in the government plan.

- e) Employees who elect the family plan, employee plus child(ren) plan, and employee plus spouse plan remain eligible for the applicable HSA contribution, even if their dependent is on a government issued plan so long as their spouse is not listed on the employee's HSA account. Once an employee is not eligible for the HSA contribution, no HSA contribution will be provided to spouse and/or dependents on the plan.
- 3) The City will not charge employees a spousal surcharge.
- 4) Eligible full-time employees (for plan year 2026 "full-time employees" are employees who work 30 or more hours per week) who waive or drop coverage will be eligible for an opt-out incentive, with a maximum yearly benefit of \$1,200. This amount would be paid at a rate of \$50 bi-monthly to the employee through payroll for any month the full-time eligible employee is not on the Medical Benefit Plan.
- 5) In all cases, employees are eligible for either the opt-out incentive or the HSA contribution as of the employee's January 1 election; not both.
- 6) All qualified employees will have a Dental Benefit Plan available. Effective for January 2026 coverage and thereafter the monthly premium equivalent rates for the City of Sheboygan Dental Plan for active employees are hereby adopted:

- a) The monthly premium for dental insurance in 2026 shall be as follows:

Coverage

Single	\$ 57.20
Employee with spouse	\$ 115.42
Employee with children	\$ 129.00
Family	\$ 189.52

- b) The monthly employee premium equivalent rates for full-time employees shall be:

Coverage

Single	\$ 8.58
Employee with spouse	\$ 17.32
Employee with children	\$ 19.34
Family	\$ 28.43

- c) The monthly employee premium equivalent rates for part-time, eligible employees shall be:

Coverage

Single	\$ 28.60
Employee with spouse	\$ 57.71
Employee with children	\$ 64.50
Family	\$ 94.76

- 7) Effective for January 2026 coverage and thereafter the monthly premium equivalent rates for the Medical Benefit Plan that will be charged to retirees not on Medicare shall be:

<u>Coverage</u>	
Single	\$1,059.02
Employee with spouse	\$2,014.74
Employee with children	\$1,826.32
Family	\$2,784.04

PASSED AND ADOPTED BY THE CITY OF SHEBOYGAN COMMON COUNCIL

Presiding Officer

Attest

Ryan Sorenson, Mayor, City of
Sheboygan

Meredith DeBruin, City Clerk, City of
Sheboygan