## LOWELL LIGHT & POWER CITY OF LOWELL KENT COUNTY, MICHIGAN

## A RESOLUTION TO EXEMPT LOWELL LIGHT & POWER FROM THE REQUIREMENTS OF PUBLIC ACT 152 FOR THE NEXT SUCCEEDING MEDICAL BENEFIT PLAN COVERAGE YEAR

Board member <u>Daniel Crawford</u> offered the following resolution and moved for its adoption, seconded by Board member<u>Andrew Schrauben</u>:

WHEREAS, Act No. 152 of the Public Acts of 2011, as amended (the "Act") regulates and controls public employers' permitted expenditures for medical benefit plans; and

WHEREAS, under the Act, communities are given several options for complying with the Act's requirements; and

WHEREAS, included in those options are:

- 1) apply the hard cap (a fixed dollar amount a government employer may pay toward an employee's health care costs) as set by the Act;
- 2) adopt by majority vote the 80%-20% cost-sharing model;
- 3) opt out of (exempt itself from) the requirements of the Act; and

WHEREAS, the Lowell Light & Power Board strives to be a good steward of the public's funds, which requires a balancing of interests; and

WHEREAS, good stewardship can also require that the Lowell Light & Power Board retain a degree of flexibility in the benefits it can offer; and

WHEREAS, based on the foregoing, the Lowell Light & Power Board has determined to exempt itself from the requirements of the Act for the next succeeding medical benefit plan coverage year; and

WHEREAS, the Lowell Light & Power Board recognizes that such exemption requires a two-thirds vote of the Board.

## NOW, THEREFORE, BE IT RESOLVED AS FOLLOWS:

1. The recitals set forth above are affirmed as accurate and are incorporated herein as if fully set forth.

2. The Lowell Light & Power Board hereby exempts Lowell Light & Power from the requirements of the Act for the next succeeding medical benefit plan coverage year.

3. The Lowell Light & Power Board acknowledges its responsibility to annually revisit its options and responsibilities under the Act.

4. All resolutions and parts of resolutions that conflict with the provisions of this Resolution are rescinded.

YEAS: Board Member(s): <u>Beachum</u>, Schrauben, Cadwallader, Crawford, Fonger

NAYS: Board Member(s):

ABSTAIN: Board Member(s):

ABSENT: Board Member(s):

ADOPTED this 9th day of May , 2023

Perry Beacham, Board Chairman

## CERTIFICATION

I hereby certify that the foregoing is a true and complete copy of a resolution adopted by the Board of Light and Power of the City of Lowell, at a meeting held on <u>May 9</u>, 2023, and that public notice of said meeting was given pursuant to, and in compliance with, Act 267 of the Public Acts of Michigan of 1976, as amended.

Dated: \_\_\_\_\_

Charlie West, Manager Lowell Light and Power