

Todd Brock
Senior Account Executive



July 28, 2017

Mr. Mark Hafner
City Manager
City of Keller
P.O. Box 770
Keller, Texas 76244

1640 Dallas Parkway
Plano, Tx. 75093
Tel 972 863-5140
todd.brock@cigna.com

RE: Letter of Understanding – 2017-18 Medical Rates

Dear Mark:

Please allow this letter of understanding to serve as official acceptance of the following medical rates for an effective date of October 1, 2017. Thank you for choosing Cigna and we appreciate the opportunity to be a partner with the City of Keller.

The final rates for the OAP Option are:	Cigna HDHP OAP Plan - Buy-Up
Employee Only	\$853.85 (4)
Employee & Spouse	\$1,781.71 (5)
Employee & Child(ren)	\$1,619.98 (2)
Employee & Family	\$2,130.73 (12)

The final rates for the OAP Option are:	Cigna HDHP OAP Plan - HDHP
Employee Only	\$778.85 (124)
Employee & Spouse	\$1,624.97 (17)
Employee & Child(ren)	\$1,477.49 (30)
Employee & Family	\$1,943.25 (68)

The rates are based on an assumed enrollment of 262 subscribers and an assumed monthly premium of \$341,800

Cigna is also providing a one-time \$10,000 wellness credit allowance to the City of Keller to be used during the 2017-18 plan year and a one-time \$15,000 implementation / transition allowance to be applied to the first month's premium statement.

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The rates for the medical plan will be guaranteed for 24 months. Thank you for considering Cigna as your medical carrier.


Sincerely,



Todd Brock
Senior Account Executive
Cigna
1640 Dallas Parkway
Plano, texas 75093
Office: 972-863-5140

CC: Andrew Weegar, Employee Benefits Specialist – IPS Advisors

Accepted for Cigna

Signature: _____  _____

Date: _____ 07/27/2017 _____

Accepted for the City of Keller

Signature: _____

Date: _____