

Order of the Emergency Manager of the City of Allen Park, County of Wayne, State of Michigan, Providing for Changes to Retiree Health Insurance Effective July 1, 2013.

Order No. 2013 – 015

By the EMERGENCY MANAGER of the City:

WHEREAS, under the Local Government Fiscal Responsibility Act, Act 72, Public Acts of Michigan, 1990, as superseded by the Local Financial Stability and Choice Act, Act 436, Public Acts of Michigan, 2012 (“Act 436”) and a Contract (the “Contract”) between the State of Michigan and Joyce A. Parker, Joyce A. Parker has been appointed as the Emergency Manager (the “EM”) of the City of Allen Park, County of Wayne, Michigan (the “City”) and charged with the power to take actions with respect to the City, including the power to exercise the authority and responsibilities of the Mayor, the City Manager, as the chief administrative officer, and of the City Council, as the governing body of the City, concerning the adoption, amendment and enforcement of ordinances or resolutions affecting the financial condition of the City as provided in the Home Rule City Act, Act 279, Public Acts of Michigan, 1909, as amended (“Act 279”);

WHEREAS, under Act 436 the EM is authorized and directed to issue to the appropriate officials and employees of the local government the orders the EM considers necessary to accomplish the purposes of Act 436 for the benefit of the City.

WHEREAS, the City of Allen Park has been declared in a “State of Financial Emergency” by Governor Snyder due to a cumulative and structural deficit in the city’s general operating fund; and, in order to address the city’s financial crisis there is a need to mitigate the escalating costs of retiree health care.

NOW, THEREFORE, BE IT ORDERED that The City of Allen Park (hereinafter “City”) shall provide health care benefits to the following groups as set forth herein:

1. All **Medicare** Part A and B enrolled/eligible retirees and their Medicare enrolled/eligible spouses and dependents.

Section 1. Health Coverage

Effective July 1, 2013, the City will provide enrolled/eligible retirees and dependents the following health coverage plan:

- i. Blue Cross Blue Shield of Michigan Medicare Plus Group PPO with a \$100.00 annual deductible, \$1,000.00 annual In-Network out-of pocket maximum, and with \$10/20/30 copay prescription drug coverage.
- ii. Plan coverage will be subject to the coverage terms and regulations of the carrier

2. All **Non-Medicare** enrolled/eligible retirees and their enrolled/eligible spouses and dependents.

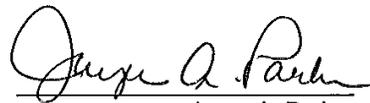
Section 1. Health Coverage

Effective July 1, 2013, the City will provide enrolled/eligible retirees and dependents the following health coverage plan:

- i. Blue Cross Blue Shield of Michigan Community Blue PPO Option 2 with \$100/\$200 annual deductible, \$500/\$1,000 annual In-Network out-of-pocket maximum, and with \$10/20/30 co-pay prescription drug coverage.
- ii. Plan coverage will be subject to the coverage terms and regulations of the carrier.

This Order may be amended, modified, repealed or terminated by any subsequent Order issued by the Emergency Manager.

So ORDERED this 12th day of April, 2013



Joyce A. Parker
Emergency Manager
City of Allen Park