## TRUCKEE TAHOE AIRPORT DISTRICT **POLICY INSTRUCTION**

PI NUMBER 212

Formerly 135.1

Effective:

June 1, 2002

Revised:

March 27, 2003

Approved:

April 28, 2011 August 25, 2011

Revised:

March 25, 2015

SUBJECT:

MEDICAL INSURANCE BENEFITS FOR DIRECTORS AND EMPLOYEES

**PURPOSE:** 

To establish policy for providing medical insurance to directors and employees

**POLICY:** 

This policy shall apply to all full time employees and all elected or appointed directors during their tenure on the board. These benefits shall cease upon employee separation or, in the case of directors, upon the effective date of resignation or removal from the board, or upon their term ending, subject to the rules of COBRA, if any apply.

## **EMPLOYEES**

- 1. The District will offer a medical insurance policy, selected by the board, to all full time employees and their dependents. Coverage will be effective the first of the month after completing one month of employment. Employees may be required to pay a portion of the monthly premium (currently 7%). Employees acknowledge that the required participation in the monthly premium and the policy provided are subject to change upon annual review of the medical policy.
- 2. If an employee can provide proof of coverage under a spouse's or a Registered Domestic Partner's policy, they may elect not to be covered under the District's medical insurance policy. The District will review the benefits of the alternative policy to ensure they offer sufficient coverage for the employee, as it is in the District's best interest to have all employees adequately insured. If approved, the employee may be reimbursed for out-of-pocket premium costs for their alternative policy, capped by the amount that the District would have paid in premiums (currently 93% of the total), were the employee and his/her dependents covered under the District sponsored policy.
- 3. If reimbursements made for premiums are determined to be taxable compensation, the appropriate tax disclosures will be made.

## **DIRECTORS**

1. Because the directors are not full time employees of the District, they are therefore not eligible for coverage under the District's group medical insurance policy. If a Director desires to have the District assist in their health insurance premiums, they shall have the option to either:

A. enroll in comparable medical insurance thru Calpers and have the District contribute the same percentage of premiums the District pays for full time employees of the district (currently 93%), or

B. obtain their own health insurance coverage and be reimbursed in an amount not to exceed the amount of the premiums the district pays for the full time employees of the District, which is currently 93% of those premiums. In order to receive reimbursement, proof of coverage and premiums shall be supplied to the District.

- 2. If the District's participation rate in monthly premiums changes from the current 93%, the new rate will also be applied in determining the maximum amount payable for each director.
- 3. The board members acknowledge that there may be differences in the amount of premiums paid on behalf of each director, but that these differences do not constitute unequal compensation for purposes of attending board meetings and conducting board business.
- 4. If premiums are determined to be taxable compensation to the directors, the appropriate tax disclosures will be made at the end of each calendar year.

John Jones
President, Board of Directors