

Evaluation of Network Provider Proposals
And Recommendation of City's Healthcare Committee

Our primary objectives are:

1. To save money on our self-funded health insurance program.
2. To provide a network with as many in-panel providers as possible so our employees and their families have a choice in selecting who will provide their health care services.

To meet these objectives, the City's Healthcare Committee has reviewed four proposals, and makes the following recommendation:

The City will retain TLC as its network provider. The Black Hills Surgery Center will be outside of the network.

In addition the City will receive in-patient and out-patient discounts at the Rapid City Regional Hospital and the Same Day Surgery Center, which will be contracted separately but will be administered by the City's Third Party Administrator.

A steering factor of 10% will be applied, with the City's self-insured plan covering 80/20 in-network and 70/30 out of network.