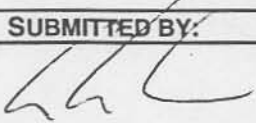


OFFICE OF THE CITY MANAGER  
DES MOINES, IOWA

CITY COUNCIL COMMUNICATION 96-013  
JANUARY 2, 1996 AGENDA

SUBJECT:	TYPE:	PREPARED BY:	SUBMITTED BY:
ADMINISTRATIVE AGREEMENT — PRINCIPAL MUTUAL	◆ RESOLUTION ORDINANCE RECEIVE/FILE	SHERMAN YEHL CITY MANAGER'S OFFICE	 ERIC A. ANDERSON CITY MANAGER

**SYNOPSIS —**

Additional information was requested regarding the administrative agreement with Principal Mutual Life Insurance Company and Healthcare Preferred.

**FISCAL IMPACT —**

N/A

**RECOMMENDATION —**

Approval.

**BACKGROUND —**

On December 18, 1995, Council deferred action on an addendum to the administrative agreement establishing a preferred provider organization under its self-funded health plan which is administered by Principal Mutual.

The purpose of the addendum is to memorialize the current status of the agreement which includes a cost for the PPO of \$2 per employee per month. The City has, in fact, been paying the charge and the charge was to be included in the agreement that went into effect July 1, 1995.