

MEMORANDUM OF UNDERSTANDING #26
between the
FOLSOM CORDOVA UNIFIED SCHOOL DISTRICT
and the
FOLSOM CORDOVA EDUCATION ASSOCIATION

Nonstop Wellness: New Medical Benefit Plans for 2024-2025
for New Employees hired in 2024-2025 only
May 15, 2024

The Folsom Cordova Unified School District (“District”) and Folsom Cordova Education Association (“Association”) enter this Memorandum of Understanding (“MOU”) regarding Nonstop Wellness medical benefits plans.

For the 2024 Health Benefits Open Enrollment, the Folsom Cordova Unified School District Benefits Committee has recommended changes to the medical plans offered due to unprecedented premium increases.

The parties have met, negotiated, and agreed to the following:

A new plan with each of the three (3) carriers (Kaiser, Sutter Health, and Western Health) will be created through Nonstop Wellness. The Nonstop Wellness plans will offer premium savings to Copay plan enrollees with similar level of coverage. For High Deductible Health Plan (HDHP) enrollees, this change will increase the premiums but eliminate deductibles and out-of-pocket costs (the exception is Kaiser).

The following plan will be in place for the 2024-2025 school year until a new benefits structure can be negotiated for the 2025-2026 school year.

New employees hired in 2024-2025 will receive payments to offset premium increases for HDHP enrollees and provide overall cost relief to new and Copay enrollees.

1. An Eligible Employee is a new employee hired to start in 2024-2025 that enrolls in a plan effective July 1, 2024 forward.
2. This group of eligible Employees will qualify for a one-time payment to help offset the premium increases.

The one-time payment will be paid in three (3) equal installments.

3. New Employees that are enrolled in medical coverage for 2024-2025 will qualify for a New employee enrolled in Single or New employee enrolled in Family one-time payment depending on the plan enrollment type (single/family). See table 1.
4. The one-time payment will not be prorated based upon FTE. Applies to table one (1).

One-Time Medical Payment - Table 1				
Coverage Type	Annual Payment	September Installment	November Installment	February Installment
New employee enrolled in Single	\$600	\$200	\$200	\$200
New employee enrolled in Family	\$1,200	\$400	\$400	\$400

Qualification and Implementation

This one-time payment will be split into three (3) equal installments. To qualify for an installment, the employee must be actively enrolled in a medical plan based upon the timeline below. If an employee is not actively enrolled during one of the required dates, they will not receive the installment for that period. Each installment is subject to all state and federal taxes and applicable retirement deductions, to be included with end of month pay.

Date Employee Must Be Actively Enrolled in a Medical Plan	Date of Installment
September 13, 2024	September 30, 2024 - 1/3 of Annual Total Payment
November 13, 2024	November 29, 2024 - 1/3 of Annual Total Payment
February 13, 2025	February 28, 2025 - 1/3 of Annual Total Payment

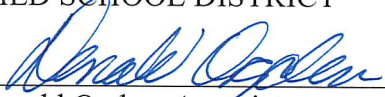
Costs/Funding Sources and Additional Information

Cost is estimated TBD dependent on enrollees and new hires (estimate included in the other MOU). The actual cost will be based on plan enrollment as of September 2024, November 2024, and February 2025. Funding for this would be paid from the Art, Music, Instructional Material Block Grant (Resource 6762). This is an allowable cost of the grant within item #4, operational costs, including retirement and health care cost increases.

The District will be creating a Medical Expense Reimbursement Plan (MERP). This MERP will be in a fiduciary account with Nonstop under the name of the District. The District agrees, if funds are withdrawn from the MERP for any reason other than the reimbursement of employee medical expenses, the funds will be used for the purpose of current employee medical benefits. Any withdrawal from this account is received at only 2/3 of the balance per the agreement with Nonstop, or the entire balance can be rolled over annually at no cost. FCEA will be notified if the MERP is used for other purposes or upon termination of the contract with Nonstop.

This shall fully and finally resolve all bargaining for Benefits, through the 2024-2025 school year. Negotiations for benefits and compensation for the 2025-2026 will remain open. This MOU shall be in effect July 1, 2024.

FOR THE FOLSOM CORDOVA
UNIFIED SCHOOL DISTRICT

By: 
Donald Ogden, Associate
Superintendent Human Resources

Date: 5-23-2024

FOR THE FOLSOM CORDOVA
EDUCATION ASSOCIATION

By: 
Tracy Suter – FCEA Executive Officer/
Bargaining Chair

Date: 5-23-24

Board Approved: _____