

CITY OF CAMBRIDGE

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EXECUTIVE DEPARTMENT
ROBERT W. HEALY
City Manager

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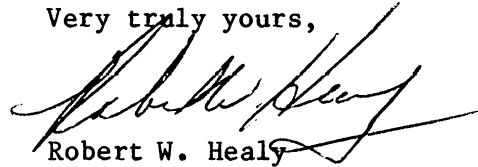
October 17, 1988

To the Honorable, the City Council:

With respect to Awaiting Report Item No. 14 relative to the cost to the City of paying 75% of health insurance costs for surviving spouses versus the 50% now in effect, please be advised that, based upon current premium levels and enrollment figures, the cost to the City would be approximately \$133,000 annually.

Assuming a 20% annual increase in premium (recent increases have approached 30% for indemnity coverage) and 10% higher enrollment resulting from reduced subscriber cost, the estimated cost for FY90 of such a change would be approximately \$173,000.

Very truly yours,



Robert W. Healy
City Manager

RWH/mbf
Enc.

Agenda Item No. 13 S-599

Re: response to Awaiting Report Item 14 on
the cost to the City of paying 75% of health
insurance costs for surviving spouses versus
50% now in effect.

In City Council,

October 17, 1988

10-17-88

Placed on file.