3B. Action Date: September 12, 2005

SUBJECT: APPROVAL OF INTERLOCAL AGREEMENT WITH TEXAS

MUNICIPAL LEAGUE FOR THIRD PARTY ADMINISTRATIVE

**SERVICES** 

**BOARD GOAL:** Budget and Finance

FISCAL NOTE: Third Party Administrative Services

## **Background Information:**

• The District is at the three-year cycle for current benefits and needs to assess the market for improved administrative service and pricing.

The District needs to reduce, maintain, or limit current levels of administrative and overall program costs.

## **Administrative Considerations:**

- Under Section 791.025 of the Government Code, Contracts for Purchases, a local
  government, including a council of governments, may agree with another local
  government, including a nonprofit corporation that is created and operated to
  provide one or more governmental functions and services, or with the state or a
  state agency, to purchase foods and any services reasonably required for the
  installation, operation, or maintenance of the goods. This subsection does not
  apply to services provided by firefighters, police officers, or emergency medical
  personnel.
- A local government that purchases goods and services under this section satisfies
  the requirement of the local government to seek competitive proposals for the
  purchases of the goods and services.

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The administration recommends that the Board of Trustees approve the Interlocal Agreement between Keller ISD and the Texas Municipal League for Third Party Administrative Services for our self-funded Benefits Program.
Respectfully submitted,
Steve Levering Risk Manager