WEBB COUNTY VOLUNTARY SEPARATION INCENTIVE PLAN AGREEMENT

This Voluntary Separation In	ncentive Plan Agreement	("Agreement") is be	tween	WEI	3B
COUNTY and Picardo M	Molina	("Employee").	For	and	in
consideration of the mutual promises	s and covenants expressed	herein:		•	

- 1. Effective September 30, 2019, Employee shall separate as an employee at WEBB COUNTY.
- 2. In consideration for Employee's voluntary decision to separate, which is further evidenced by the waiver included and incorporated into this Agreement in paragraph 5 herein, WEBB COUNTY shall make the Voluntary Separation Incentive payment described herein under said conditions including: (1) The Employee must have worked for Webb County for 8 consecutive years to qualify under the Webb County Voluntary Separation Plan, (2) The Employee will separate from Webb County on or before September 30, 2019 and must be accompanied with (3) written confirmation of separation from Webb County as an Employee (4) written confirmation of Opting-Out (Opt-Out) of medical insurance and benefits provided by Webb County to the Employee, spouse, and/or dependent(s), and (5) in the event the Employee must still Opt-Out of Applicant's spouses insurance. The Spouse may remain with the County's insurance plan and is not subject to this agreement unless the spouse is also applying for the Voluntary Separation Incentive Plan.
- 3. WEBB COUNTY shall make a one-time percentage payment of the Employee's current fiscal year salary which includes the Webb County wage classification step increases based on the Wage and Pay Scale Policy adopted by the Webb County Commissioners Court excluding any stipends or supplemental pay (as described in the Voluntary Separation Incentive Program Application Form), in the amount as specified below, less all required federal and state taxes and any deductions as required by contract or law.

O One payment of 14,589. 12 on J. 17 2019.

Retirement contributions will be withheld from or made by WEBB COUNTY on the basis of the Voluntary Separation Incentive Plan. The Employees signature in this agreement constitutes the Employee' acceptance of the accuracy of the calculation of the amount of the voluntary separation incentive payment.

- 4. This Agreement is not intended to address or in any way affect Employee's eligibility for retirement benefits should you, your spouse, former spouse, child or dependent(s) need COBRA insurance then the person applying for COBRA will be obligated to pay for it. The Employee is solely responsible for consulting with his/her retirement program to determine eligibility for and the amount of any annuity, determining eligibility for retiree health benefits, if any and applying for such benefits, if any, in accordance with State and Federal law. In addition, the Employee is solely responsible to consult with his/her accountant or financial advisor in order to decide whether to pursue separation or retirement from WEBB COUNTY under this Agreement.
 - 5. In consideration for the Voluntary Separation Incentive payment provided for in this Agreement, Employee hereby releases WEBB COUNTY, Webb County's officers, employees, board members, agents and representatives (both present and future) from all claims, demands and causes of action of any kind whether known or unknown arising under the law, in equity or otherwise, and whether based in tort, contract, statute, the constitutions of the United States and/or the State of Texas or any other basis the Employee has or may have as of the date of execution of this Agreement, including but not limited to claims arising under Title VII of the Civil Rights Act of 1964, the Americans with Disabilities Act, the Age Discrimination in Employment Act, 29 U.S.C. Section 621 et seq., as amended by the Older Worker's Benefit Protection Act of 1990 or any other federal or state law relating to discrimination in employment based upon age, or state of health.

Employee does not release any claim, demand, or cause of action that may arise after the date of separation. In addition, nothing in this Agreement shall affect or interfere with Employee's right to file a charge with the Equal Employment Opportunity Commission or to participate, cooperate, or assist in an investigation or proceeding conducted by the Equal Employment Opportunity Commission.

- 6. Employee hereby dismisses, estops themselves and waives any and all complaints, appeals, grievances to which Employee is or maybe entitled to at the time of separation. The Employee holds harmless the County for any voluntary decision made by the Employee to participate in this Voluntary Separation Incentive Program.
- 7. Employee agrees that on or before the effective date of Employee's separation, employee will return all Webb County property to his/her appropriate supervisor.
- 8. As part of this agreement the Employee acknowledges that he/she has waived their benefits and agrees that he/she may not rescind this Agreement once it is signed

and the corresponding application deadline has elapsed; the applicable Application deadline to revoke is (7) calendar days from the date the Application was submitted to the Webb County. The Employee acknowledges and understands that the County will rely on the Employees Application as a means to budget for the next fiscal year.

9. Employee is hereby advised to consult with an attorney at their own expense prior to executing this Agreement. Employee acknowledges that Exhibit A to this Agreement is a copy of the Webb County Retiree Employee Benefits Policy that was provided to Employee that describes those individuals covered by the Webb County Retiree Employee Benefits Policy eligibility for the Program and any time limits applicable to the Program. Employee also acknowledges that Exhibit B to this agreement is the signed application as submitted by the Employee. Exhibit C is the sworn statement of the employee. Exhibit D is a copy of §175 of the Texas Local Government Code. Exhibits A, B, C, and D are incorporated into and made a part of this Agreement.

In consideration of the amount set out in paragraph 3 of this agreement Employee agrees and affirms that they will Opt-Out of the Webb County Insurance and benefits in writing; should the employee, spouse, or dependent be eligible for such insurance and/or benefits it is understood by the Employee that the lump sum payment is meant as a means to reduce the costs associated with raises and fringe benefits that have been accumulated by the Employee and to be consistent with the Wage and Pay Scale policy (Policy) adopted by Webb County. The Pay Slot will be reduced to the starting pay wage as per the Policy. The need for a balanced long term Webb County Budget has caused the Commissioners Court to offer a Voluntary Separation Incentive Plan subject to the voluntary action of the Employee to Opt-Out of the Webb County Insurance and benefits. Furthermore, the Employee by signing this agreement acknowledges that they are waving their rights as provided under §175 of the Texas Local Government Code.

- 10. The terms of this Agreement shall be subject to and interpreted in a manner consistent with the laws of the State of Texas and of the United States. Venue and jurisdiction shall lie in Webb County, Texas District Court.
- 11. This Agreement is not assignable. This Agreement shall not be amended, modified nor altered unless the same shall be in writing, dated subsequent to the date hereof and duly executed by the parties.
- 12. This Agreement is subject to the policies, regulations and rules of WEBB COUNTY in effect or as hereinafter amended, including specifically policies, regulations and/or rules relating to termination for cause, financial exigency and/or

program discontinuance. This Agreement becomes null and void if: (1) the employee is terminated for cause or resigns in writing prior to signing the Application for this program.

- This Agreement supersedes all prior agreements, written or oral, between the parties and shall constitute the entire Agreement and understanding between the parties with respect to the subject matter hereof. This Agreement and each of its provisions shall be binding upon the parties and may not be waived, modified, amended or altered.
- 14. This Agreement shall become effective following the date of execution by both parties.

EMPLOYEE:
Signature: My My Date: 7/8/19
Print Name: Ricardo Molina
STATE OF TEXAS §
COUNTY OF WEBB §
I HEREBY CERTIFY that on this day, before me, an officer duly authorized to take acknowledgments, personally appeared <u>Picardo Molina</u> , to me known to be the person described in and who executed the foregoing instrument. WITNESS my hand and official seal in the County and State last aforesaid this day of
WEBB COUNTY:
Signature: Date:
Print Name: Tano F. Tijerina Webb County Judge

ATTESTED:

Margie Ramirez-Ibarra Webb County Clerk



APPROVED AS TO FORMA

Jorge L. Treviño

Assistant General Counsel

Civil Legal Division *

*The General Counsel, Civil Legal Division's Office may only advise or approve contracts or legal documents on behalf of its clients. It may not advise or approve a contract or legal document on behalf of other parties. Our review of this document was conducted solely from the legal perspective of our client. Our approval of this document was offered solely for the benefit of our client. Other parties should not rely on this approval, and should seek review and approval of their own respective attorney(s).

Passed and approved by the Webb County Commissioners Court On July 22, 2019; item no.22.

EXHIBIT A

in the employee's final paycheck. There is no payment for unused sick leave or personal days. The vacancy created by a separation of employment may be filled as long as money is available in the budget to complete the fiscal year or upon allocation of funds by the Commissioners Court for such purpose.

8.00 SUMMARY OF EMPLOYEE BENEFITS

8.01 MEDICAL

Full-time employees shall receive group health and life insurance coverage on such terms as the County may arrange. Exempt JJAEP employees shall be provided with insurance coverage on the same terms as regular, full-time employees and such insurance coverage will continue through their summer lay-off, if any, and until any such employee resigns, retires, is fired, or his or her employment is otherwise terminated.

Upon termination of Webb County employment, employees currently receiving group insurance may be eligible for continuation of group insurance for a period of time, at their expense, pursuant to Federal law.

8.02 SOCIAL SECURITY AND MEDICARE

All employees of Webb County are subject to withholding of income for Social Security and Medicare as required by federal law.

8.03(a) RETIREMENT PLAN

Webb County participates in the Texas County and District Retirement System ("TCDRS"). Mandatory participation in the Retirement Plan is required by State law for all full-time and part-time County employees except for temporary employees. Participation in the plan includes the County withholding a percentage of the employee's wages and the County making additional deposits on the employee's behalf. An employee who retires/separates from employment with Webb County and meets the requirements of the TCDRS plan may receive retirement benefits from the plan.

Retirees/former employees may be eligible for rehire by the County and may continue to receive retirement benefits if certain conditions are met.

Elected Officials, Department Heads, and Employees must note the following:

- 1. The Internal Revenue Service requires that a retirement be based upon a bona fide break in service. There can be no prior agreement, arrangement, or understanding that an employee is to be re-hired after he or she retires.
- 2. TCDRS requires a break in service of at least one full calendar month before a retiree/former employee can be rehired. For example, an employee who retires/ separates

from County on April 15 would not be eligible for rehire until June 1, after the entire month of May had passed.

- 3. FAILURE TO COMPLY WITH RELEVANT INTERNAL REVENUE SERVICE REGULATIONS MAY RESULT IN THE LOSS OF "QUALIFIED STATUS" FOR THE COUNTY'S RETIREMENT PLAN.
- 4. The loss of "qualified status" can result in the following:
 - a. The County could be liable for back taxes, interest and penalties on the employer contributions and employee deposits to TCDRS retroactive to the date the plan was determined to be non-qualified.
 - b. The County may have to withhold taxes on TCDRS contributions and deposits going forward.
 - c. County employees may be liable for income taxes on the value of their vested benefits even though those benefits are not distributed at that time.
 - d. Rehired retirees who did not have a bona fide separation may owe a 10 percent penalty and be required to repay all of their monthly payments to TCDRS.

Retirees and employees who are contemplating retirement should consider the following:

- 1. Retirees/former employees do not have a right to return to work. There is no explicit or implied preferential status given to retirees when they apply for vacant positions with the County.
- 2. Employees who are considering retiring/separating from County should take into account the effect retirement may have on their other employee benefits.
- 3. Drawing a pay check and a retirement check may result in additional income taxes that may reduce the actual value of that income.
- 4. Retiring/separating from employment and returning to work may reduce future retirement income.

Before a retiree/former employee may be rehired, both the retiree and the hiring department head must sign affidavits to ensure compliance with this policy.

The retiree's/former employee's affidavit must state as follows:

- 1. At the time of retirement/separation, there was no agreement, arrangement, or commitment that the retiree/former employee would be hired or rehired at a later date by any department or office of Webb County; and
- 2. A full calendar month elapsed between the date of retirement and the date of rehire.

The hiring department head's affidavit must state as follows:

- 1. The department head is not aware of any agreement, arrangement, or commitment that the retiree/former employee would be hired or rehired by any department or office of Webb County at a later date following his/her retirement/separation.
- 2. The position to be filled by the retiree/former employee was open to fair competition, other candidates were considered, and the retiree was deemed to be the best qualified candidate for the job; and
- 3. A full calendar month elapsed between the date of retirement/separation and the date of rehire.

These affidavits must be signed and notarized, and filed with the Administrative Services Department which will provide copies to the County Treasurer.

Further information regarding the retirement plan may be obtained from the Texas County and District Retirement System or from the Webb County Treasurer.

8.03(b) WEBB COUNTY RETIREE EMPLOYEE BENEFITS POLICY

Purpose:

To establish an employee benefit policy for Webb County Employees who are eligible for retirement as per the guidelines of this policy.

I. Eligibility

Current employees who meet one of the following criteria are eligible to participate in this retirement employee benefit program:

- 1. Must not have already retired from Webb County, employment nor have already been enrolled or received benefits under this plan; or
- 2. Must be covered as an active employee under the County's employee benefit plan at the time of retirement; or
- 3. The employee must meet one of the following additional criteria:
 - i. Age 60 plus 8 years of Webb County employment, or
 - ii. Twenty (20) years of employment with Webb County.

II. Coverage Period

- 1. The retiree employee benefit program will offer coverage to its eligible retires, as defined above.
- 2. Coverage will not exceed 5 years pre-Medicare for retirees younger than sixty (60) years of age Retires sixty (60) years of age and older shall be eligible for coverage until they reach

the age of sixty-five (65), and shall also be eligible for the Medicare supplement at age Sixty-five (65).

III. Coverage Payments

- 1. Payment of monthly cost of coverage shall be made through auto debit to the Retiree's bank account.
- 2. Failure of any retiree to make timely payments to the County of any required contribution shall act as a termination of the participation in this program.
- 3. All retirees are required to make their contributions monthly, on or before the first day of each month, via auto debit. If for any reason should the funds not clear by auto debit payment, retiree must make payment with a cashier's check or money order, no later than the 10th of the month.

IV. County Payments

- 1. The County shall contribute 57% of expected monthly cost to fund the retiree program. Eligible retirees shall contribute 43% of the expect cost subject to annual adjustments. Webb County's employee benefit plan will be the retiree's primary coverage until the retiree attains the age of sixty-five (65). Once the retiree is Medicare eligible, Medicare will become the primary insurance for the retiree and coverage under the County's health care program will cease.
- 2. Eligible retiree dependents shall contribute 100% of the maximum cost of the coverage.
- 3. Supplemental Health Insurance- Upon the retiree becoming Medicare eligible, the County will offer the retiree supplemental health care insurance if the retiree has enrolled in Medicare A and B. The County will pay one hundred dollars (\$100.00) toward the cost of the supplemental insurance and the retiree shall pay the balance of the cost of the supplemental insurance. Retiree must advise Administrative Services Department 60 days prior to Medicare Eligibility, so that, the transition can be done in a timely manner.
- 4. The retiree shall pay one hundred percent (100%) of the cost of the supplemental insurance for each of the retiree's dependents coverage under the supplemental insurance.

V. Employee Coverage

The type of coverage available to retirees is based on the eligible employee's status at the time of retirement. The retiree will be classified as either:

Medicare eligible- Medicare will be the primary health insurance if the retiree qualifies Medicare Part A and B, County shall offer supplemental health insurance benefits as set out above.

Pre-Medicare eligible- County shall make no payments under age sixty-five (65), and the County Health Insurance is the primary Health Coverage.

VI. Enrollment

- 1. A county employee, who is eligible for Retiree Health Benefits, must enroll in the Retiree Health Insurance Program within thirty (30) days of his/her retirement from County service. Failure of the employee to enroll within the thirty day enrollment period as specified herein shall be deemed a refusal or waiver by the employee to participate in the program or receive benefits there under.
- 2. For those eligible for the Medicare Supplement at age (65) sixty five, retiree must advise Administrative Services Department 60 days prior to Medicare Eligibility, so that, the transition can be done in a timely manner.

VII. Reservation of Rights

- 1. Subject to available funding, Webb County reserves the right, at any time, to change, delete, or add any benefits and/or policies which have been adopted previously while at the same time being in compliance with 175 of the local Government Code, State of Texas.
- 2. This plan shall be in force and effective January 1, 2014, upon approval by the Webb County Commissioners Court and will be applied to all employees who are employed by Webb County as of December 1st, 2013.

8.04 WORKERS' COMPENSATION

All Webb County employees, Department Heads, and Elected Officials are covered under a workers compensation policy. The purpose of the insurance is to provide all benefits (e.g., medical costs and lost wage benefits) afforded under the Texas Worker's Compensation Law to any County employee injured on the job who is protected by such law.

8.05 UNEMPLOYMENT INSURANCE

Webb County subscribes to the Texas Unemployment Compensation Insurance Program.

9.00 LEAVE AND HOLIDAYS

9.01 DEFINITIONS

- <u>Leave</u>: is time during regular working hours in which an employee does not engage in the performance of job duties, leave time may be either paid or unpaid.
- <u>Holidays</u>: are days designated by the Commissioners Court for County offices to be closed on what would otherwise be regular business days.
- <u>Unauthorized Absence</u>: An unauthorized absence is one in which the employee is absent from regular duty without permission of the supervisor, appropriate Elected Official or Department Head. Employees are not paid for unauthorized absences, and cannot use accruals to compensate for that absence.

EXHIBIT B

WEBB COUNTY 2019

VOLUNTARY SEPARATION INCENTIVE PROGRAM

APPLICATION FORM

Subject to funding availability and approval by the Webb County Commissioners Court, all full-time Webb County employees (Employee) paid wholly from one of the following: (1) the Webb County General Fund; (2) the Road & Bridge Fund; (3) the Water Utilities fund; or (4) the Utilities Fund that is not paid based on a reimbursement to Webb County, a grant or other non-Webb County funding sources, are eligible to participate in this voluntary separation incentive program provided that the Employee meets or exceeds all of the criteria identified throughout this document. This separation program is completely voluntary and any eligible Employee or identified departmental Employee as set out above is free to choose whether or not to participate. At no time does Webb County require any Employee to separate or retire through this program. For the purposes of this program, an elected official is not defined as an Employee; therefore, an elected official does not qualify for this program.

In addition to the requirements set out above the applicant must meet the Texas County and District Retirements System's (TCDRS) defined requirements for retirement, sign a waiver and opt-out of Webb County insurance and benefits, must separate or retire by September 30, 2019. Any Employee who does not meet or exceed these requirements as of September 30, 2019, does not qualify for this program.

The TCDRS retirement eligibility rules are as follows:

You must have worked for Webb County at least eight (8) consecutive years for Webb County.

- 1. Age 60 (Vesting) with at least 8 years of service
- 2. Rule of 75: calculated as, the age of the Employee + years of service = 75
- 3. Any age of the Employee with 20 years of service.

Initials____

Date 7/8/19

Opt-Out means: to choose not to be part of an activity or to stop being involved in it.

Stipend means: a fixed regular sum paid as a salary supplement or allowance excluding any step increases under the Wage and Pay Scale Policy adopted by Webb County.

Supplemental Pay means: money paid to an Employee from any funding source in addition to their regular wages and step increases under the Wage and Pay Scale Policy adopted by Webb County regardless if it is for their assigned duties or additional duties performed by the Employee.

Waiver: a document that states the Employee has relinquished their Retiree Insurance and Benefits.

COBRA means: The Consolidated Omnibus Budget Reconciliation Act gives workers and their families who lose their health benefits the right to choose to continue group health benefits provided by their group health plan for limited periods of time under certain circumstances.

Webb County will make every reasonable effort to ensure that those Employees who choose separation do so voluntarily and with the understating of the retirement eligibility requirements defined by TCDRS rules, as well as the benefits of this offer. To ensure that employees understand who is eligible and what benefits are being offered, the County will provide the Employee with information regarding eligibility and benefits. The County has attached to this form a Planning for Retirement information sheet from TCDRS, a copy of the Webb County Retiree Benefits, an affidavit form, and a copy of the Texas Local Government Code §175.

The proposed date of separation shall not be later than September 30, 2019. Any employee who has already retired from Webb County, submitted notice of retirement and or resigned prior to the announcement of this program is not eligible for this program.

This program is currently effective a	as of June 10, 2019 and will be closed on
July 26, 2019. This program was initiated	d to see if anyone was interested on June
10, 2019 and was approved by the Webb	County Commissioners Court to Extend
the offer effective as of	of 2019.

Initials Rw

Full-time qualified Employees submitting the Voluntary Separation Incentive Application Form by the deadline identified above, and who actually separate or retire through this program on or before September 30, 2019, will receive 30% of this year's salary as excluding any stipend or supplemental pay that the Employee receives as compensation in consideration for their voluntary separation or retirement. The 30% will be subject to all taxes, contributions, and adjustments that federal and Texas State law requires.

The employee will receive as a payment their compensatory time and time and a half and annual leave at the rate of regular hours. The Employee may submit for leave once this form is submitted, subject to department or elected official approval. The Employee shall submit any outstanding leave forms to their supervisor for documentation purposes. Failure to submit documentation of leave will constitute a potential offense since the employee is to be paid by tax dollars for the hours owed to the Employee. This plan does not remove the right of the County to send employees "home" to reduce compensatory hours as ordered by the Webb County Commissioners Court and incorporated into the Webb County Policy.

The Employee also acknowledges that they have sought this agreement of their own volition and understands that they ust seek out their medical insurance from a provider other than Webb County for themselves, their spouse, former spouse and/or dependent(s). The Employee acknowledges he/she will seek medical coverage from sources other than Webb County and will not be eligible for medical coverage nor benefits from Webb County by direct or indirect means. The Employee shall seek information on their own including: legal advice, financial guidance, retirement planning, social security benefits, supplemental insurance, life insurance, or additional medical insurance coverage. Webb County will not provide financial planning, legal advice, nor choose the Employee's insurance plan.

The Employee will have until <u>July 26, 2019</u> to submit this form and once submitted may be revoked within 7 calendar days of its submission. Failure to revoke this form may, at the discretion of Webb County, be used to deny future admissibility for early retirement or separation programs offered by Webb County. There is no guarantee that the program will be available next year nor can the County promise to consider it without Commissioner Court action during the applicable fiscal year.

Initials_______

In the event that the employee who has filed the completed form, *signed the Voluntary Separation Agreement* ("Agreement") and has filed for retirement with TCDRS, dies prior to the end of the separation date, the employee will have been deemed to have completed the process and the estate of that Employee will receive the payment for the separation incentive program. The County will require either letters of administration or letters of testamentary prior to the release of any payment.

Initials _____

Should I, my spouse, former spouse, child or dependent remain on the Webb County Medical Insurance & Benefits, Webb County will be entitled to reimbursement of any claims paid on behalf of the Employee, spouse, former spouse, child or dependent(s) for the total amount of actual costs incurred by Webb County as permitted by §175.006(4) of the Texas Local Government Code.
I acknowledge and agree that once I leave my employment with Webb County I will not be considered for future employment with Webb County.
I acknowledge that in the event that I am hired by Webb County at any time after separation I will fully reimburse Webb County the full amount of the incentive, including taxes, deductions, adjustments, contributions, and/or any amount that was paid to me as part of the Voluntary Separation Incentive Plan Agreement that was paid to me and such sum will be due upon written demand by Webb County.
I agree and acknowledge that subject to the limitations of Federal, Texas State and local law; I will reimburse Webb County the entire amount of the voluntary separation incentive payment should I breach the Agreement. This clause does not include amounts that I have lawfully earned and I am entitled to (i.e., annual leave, compensatory time, collective bargain agreement, etc.)
I acknowledge that I was given at least 45 days to consider and accept the terms of this Agreement and that I was advised to consult with an attorney about the Agreement before signing it.
You are not bound to the Agreement at this time, this is just the Application. To accept the Agreement, please date and sign this Application first and then review the Agreement and its attachments before you return it to the Webb County Human Resource Department ("Human Resources"). Once you do so, you will still have seven (7) additional days form the date you sign the Application to revoke your acceptance ("revocation period"). If you decide revoke the Agreement after signing and returning it, you must give Human Resources a written statement of revocation via email at or send it to Human Resources by fax, electronic mail, or registered mail before September 30, 2019; not on September 30, 2019. Human Resources must receive the revocation before September 30, 2019 in order to be effective. This may impact your position and make
Date 7-8-19 Initials R

it difficult to correct since the County and yearlying after the revocation period to prepare for	
The class, unit or group of individual employees wholly funded by the Webb Cour Fund, the Water Utilities Fund, or Utilities voluntarily separated.	nty General Fund, the Road & Bridge
You understand that if you, dependent(s) qualify for COBRA you are entapplies for COBRA will be obligated to pay for	itled to it however, any person who
Signature of Participant:	Initials //y
Office Use Only:	
Received: Time Stamp	

Initials

EXHIBIT C

COUNTY OF WEBB §
BEFORE ME, the undersigned authority personally appeared who, who, by me duly sworn, deposed as follows: "My name is Ricardo Mollac" and I presently reside in Laredo, Webb County, Texas. I am of sound mind, over 21 years of age, have never been convicted of a serious crime and have personal knowledge of the following facts which are herein stated and which are true.
"I am currently employed by Webb County and have been employed in that position since (Day)(Month)(Year) I have read the Application and Agreement for the Webb County 2019 Voluntary Separation Incentive Program and do hereby acknowledge my decision to apply for this program is done knowingly and voluntarily and I have not been threatened nor coerced into this Voluntary Separation Agreement. I do understand that I will hold harmless Webb County of my decision to separate from my employment. I hereby waive my insurance and benefits afforded to me by Webb County pursuant to Texas Local Government Code §175. Therefore, I elect to opt out of the Webb County insurance and benefits upon my separation and shall seek medical coverage and any insurance I may need on my own. I understand that I can take my benefits with me regarding retirement or medical insurance by not separating from my Employer through this program. Should I need COBRA insurance, I will make myself responsible to pay any premium required of me including any costs associated with COBRA insurance and will return my voluntary separation incentive payment.
Further affiant sayeth not.
Rru M C Ricardo Moline Signature of Affiant Printed Name of Affiant
SUBSCRIBED AND SWORN TO BEFORE ME, by the said day of September, 2019. MARGARITA GOMEZ Notary Public, State of Texas Comm. Expires 03-11-2023 Notary ID 12851280-3

STATE OF TEXAS

EXHIBIT D

LOCAL GOVERNMENT CODE

- TITLE 5. MATTERS AFFECTING PUBLIC OFFICERS AND EMPLOYEES
- SUBTITLE C. MATTERS AFFECTING PUBLIC OFFICERS AND EMPLOYEES OF MORE
 THAN ONE TYPE OF LOCAL GOVERNMENT
- CHAPTER 175. RIGHT OF EMPLOYEES OF CERTAIN POLITICAL SUBDIVISIONS
 TO PURCHASE CONTINUED HEALTH COVERAGE AT RETIREMENT
- Sec. 175.001. APPLICABILITY. This chapter applies to a person who:
 - (1) retires from:
- (A) county employment in a county with a population of 75,000 or more;
- (B) employment by an appraisal district in a county with a population of 75,000 or more; or
- (C) municipal employment in a municipality with a population of 25,000 or more; and
- (2) is entitled to receive retirement benefits from a county, appraisal district, or municipal retirement plan.

Added by Acts 1993, 73rd Leg., ch. 663, Sec. 1, eff. Sept. 1, 1993. Renumbered from Local Government Code Sec. 174.001 by Acts 1995, 74th Leg., ch. 76, Sec. 17.01(38), eff. Sept. 1, 1995. Amended by:

Acts 2009, 81st Leg., R.S., Ch. 1363 (S.B. 654), Sec. 2, eff. June 19, 2009.

Sec. 175.002. RIGHT TO PURCHASE CONTINUED COVERAGE. (a) A person to whom this chapter applies is entitled to purchase continued health benefits coverage for the person and the person's dependents as provided by this chapter unless the person is eligible for group health benefits coverage through another employer. The coverage shall be provided under the group health insurance plan or group health coverage plan provided by or through the employing political subdivision to its employees.

- (b) To receive continued coverage under this chapter, the person must inform the employing political subdivision, not later than the day on which the person retires from the political subdivision, that the person elects to continue coverage.
- (c) If the person elects to continue coverage for the person and on any subsequent date elects to discontinue such coverage, the person is no longer eligible for coverage under this chapter.
- (d) If the person elects to continue coverage for any dependent and on any subsequent date elects to discontinue such coverage, the dependent is no longer eligible for coverage under this chapter.

Added by Acts 1993, 73rd Leg., ch. 663, Sec. 1, eff. Sept. 1, 1993. Renumbered from Local Government Code Sec. 174.002 by Acts 1995, 74th Leg., ch. 76, Sec. 17.01(38), eff. Sept. 1, 1995. Amended by:

Acts 2009, 81st Leg., R.S., Ch. 1363 (S.B. 654), Sec. 3, eff. June 19, 2009.

Sec. 175.003. LEVEL OF COVERAGE. (a) The person may elect to cover the same persons who were covered under the political subdivision's group health insurance plan or group health coverage plan through the person at the time the person left employment with the political subdivision, or the person may elect to discontinue coverage for one or more persons. A person who was not covered under the plan at the time the person to whom this chapter applies left employment with the political subdivision is not eligible for coverage under this chapter.

- (b) Except as provided by Subsections (c) and (d), the level of coverage provided under this chapter at any given time is the same level of coverage provided to current employees of the political subdivision at that time.
- (c) A political subdivision may substitute Medicare supplement health benefits coverage as the coverage provided for a person who receives health benefits coverage under this chapter, including a dependent, after the date that the person becomes eligible for federal Medicare benefits.

(d) The person may elect to continue coverage at a reduced level, if offered by the political subdivision.

Added by Acts 1993, 73rd Leg., ch. 663, Sec. 1, eff. Sept. 1, 1993. Renumbered from Local Government Code Sec. 174.003 by Acts 1995, 74th Leg., ch. 76, Sec. 17.01(38), eff. Sept. 1, 1995. Amended by:

Acts 2009, 81st Leg., R.S., Ch. 1363 (S.B. 654), Sec. 4, eff. June 19, 2009.

Sec. 175.004. PAYMENT FOR COVERAGE. A person who is entitled to continued coverage under this chapter is entitled to make payments for the coverage at the same time and to the same entity that payments for the coverage are made by current employees of the political subdivision.

Added by Acts 1993, 73rd Leg., ch. 663, Sec. 1, eff. Sept. 1, 1993. Renumbered from Local Government Code Sec. 174.004 by Acts 1995, 74th Leg., ch. 76, Sec. 17.01(38), eff. Sept. 1, 1995. Amended by:

Acts 2009, 81st Leg., R.S., Ch. 1363 (S.B. 654), Sec. 4, eff. June 19, 2009.

Sec. 175.005. DUTY TO INFORM RETIREE OF RIGHTS. A political subdivision shall provide written notice to a person to whom this chapter may apply of the person's rights under this chapter not later than the date the person retires from the political subdivision. A political subdivision may fulfill its requirements under this section by placing the written notice required by this section in a personnel manual or employee handbook that is available to all employees.

Added by Acts 1993, 73rd Leg., ch. 663, Sec. 1, eff. Sept. 1, 1993. Renumbered from Local Government Code Sec. 174.005 by Acts 1995, 74th Leg., ch. 76, Sec. 17.01(38), eff. Sept. 1, 1995. Amended by:

Acts 2009, 81st Leg., R.S., Ch. 1363 (S.B. 654), Sec. 4, eff. June 19, 2009.

Sec. 175.006. CERTAIN MATTERS NOT AFFECTED. This chapter does not:

- (1) prohibit a political subdivision from uniformly changing the group health insurance plan or group health coverage plan provided for its employees and retirees;
- (2) affect the definition of a dependent or the eligibility requirements for a dependent under a plan;
- (3) prohibit a political subdivision from agreeing with a person to deduct the cost of coverage provided under this chapter from a pension check;
- (4) prohibit a political subdivision from agreeing with a person to pay for the coverage provided under this chapter provided the person reimburses the political subdivision for the actual cost of the coverage;
- (5) prohibit a political subdivision or a pool established under Chapter 172 from increasing the cost of group health coverage to its employees and to persons covered under this chapter to reflect the increased cost, if any, attributable to compliance with this chapter;
- (6) affect the right of a political subdivision to provide coverage under Chapter 172; or
- (7) affect the right of a political subdivision or a pool established under Chapter 172 to offer the coverage at the same rate that is available to active employees or to offer the coverage at a reasonable or actual rate established for retirees that may be greater than the rate offered to active employees.

Added by Acts 1993, 73rd Leg., ch. 663, Sec. 1, eff. Sept. 1, 1993. Renumbered from Local Government Code Sec. 174.006 by Acts 1995, 74th Leg., ch. 76, Sec. 17.01(38), eff. Sept. 1, 1995. Amended by:

Acts 2009, 81st Leg., R.S., Ch. 1363 (S.B. 654), Sec. 4, eff. June 19, 2009.

Sec. 175.007. EXEMPTIONS. (a) A political subdivision that does not provide health benefits coverage through a self-insured

plan or a plan authorized under Chapter 172 is not required to provide coverage under this chapter if the political subdivision makes a good faith effort to purchase insurance coverage that includes coverage required by this chapter from an insurance company authorized to do business in this state and from pools established under Chapter 172 but is unable to find a provider for the coverage.

(b) A political subdivision that is providing coverage substantially similar to or better than the coverage required by this chapter is exempt from this chapter.

Added by Acts 1993, 73rd Leg., ch. 663, Sec. 1, eff. Sept. 1, 1993. Renumbered from Local Government Code Sec. 174.007 by Acts 1995, 74th Leg., ch. 76, Sec. 17.01(38), eff. Sept. 1, 1995. Amended by:

Acts 2009, 81st Leg., R.S., Ch. 1363 (S.B. 654), Sec. 4, eff. June 19, 2009.

MARGIE R. IBARRA COUNTY CLERK FILED

WEBB COUNTY, TEXAS

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