PCB APC 15-05 2015 Redraft - A

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## A bill to be entitled

An act relating to the state group insurance program; amending s. 110.123, F.S.; authorizing the state group insurance program to include high-deductible plans; requiring employees hired after a specified date to participate in a high-deductible plan; deleting expired and obsolete provisions; revising the state's monthly contribution for certain employees under the state group insurance program; specifying circumstances in which the act does not take effect; providing an effective date.

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Be It Enacted by the Legislature of the State of Florida:

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Section 1. Paragraphs (a), (b), (g), and (j) of subsection (2) and subsection (12) of section 110.123, Florida Statutes, are amended to read:

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110.123 State group insurance program.-

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(3) STATE GROUP INSURANCE PROGRAM.-

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The Division of State Group Insurance is created within the Department of Management Services.

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It is the intent of the Legislature to offer a comprehensive package of health insurance and retirement benefits and a personnel system for state employees which are provided in a cost-efficient and prudent manner, and to allow

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state employees the option to choose benefit plans which best

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suit their individual needs. Therefore, the state group insurance program is established which may include the state group health insurance plan or plans, health maintenance organization plans, <a href="https://document.night-deductible plans">high-deductible plans</a>, group life insurance plans, TRICARE supplemental insurance plans, group accidental death and dismemberment plans, and group disability insurance plans. Furthermore, the department is additionally authorized to establish and provide as part of the state group insurance program any other group insurance plans or coverage choices that are consistent with the provisions of this section.

- (g) 1. Participation by individuals in the program is available to all state officers, full-time state employees, and part-time state employees and is voluntary. Participation in the program is also available to retired state officers and employees who elect at the time of retirement to continue coverage under the program, but may elect to continue all or only part of the coverage they had at the time of retirement. A surviving spouse may elect to continue coverage only under a state group health insurance plan, a TRICARE supplemental insurance plan, or a health maintenance organization plan.
- 2. Employees who are hired on or after July 1, 2015, may only elect to participate in a high-deductible plan.
- 1. Full-time state employees described in subparagraph (2)(c)1. are eligible for health insurance coverage in calendar year 2014 as long as they remain employed by an employer participating in the state group insurance program during the

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year. This subparagraph expires December 31, 2014.

- 2. Employees paid from other-personal-services (OPS) funds are not eligible for coverage before January 1, 2014.
- (j) Notwithstanding paragraph (f) requiring uniform contributions, and for the 2011-2012 fiscal year only, the state contribution toward the cost of any plan in the state group insurance plan is the difference between the overall premium and the employee contribution. This subsection expires June 30, 2012.
- (12) HEALTH SAVINGS ACCOUNTS.—The department is authorized to establish health savings accounts for full-time and part-time state employees in association with a health insurance plan option authorized by the Legislature and conforming to the requirements and limitations of federal provisions relating to the Medicare Prescription Drug, Improvement, and Modernization Act of 2003.
- (a) A member participating in this health insurance plan option is eligible to:
- 1. Receive an employer contribution into the employee's health savings account from the State Employees Health Insurance Trust Fund in an amount to be determined by the Legislature. A member is not eligible for an employer contribution upon termination of employment. For the 2015-2016 2013-2014 fiscal year, the state may not make a state's monthly contribution into the health savings account of an employee hired after July 1, 2015. For the 2015-2016 fiscal year, for employees who were

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participating in the health insurance plan option before July 1, 2015, the state shall contribute for employees having individual coverage shall be \$41.66 monthly for employees having individual coverage and the monthly contribution for employees having family coverage shall be \$83.33 monthly for employees having family coverage. For the 2016-2017 2014-2015 fiscal year and thereafter, the state's contribution from the trust fund into the member's health savings account may shall be adjusted set in the annual General Appropriations Act.

- 2. Deposit the member's own funds into a health savings account.
- (b) The monthly premiums paid by the employer for a member participating in this health insurance plan option shall include an amount equal to the monthly employer contribution authorized by the Legislature for that fiscal year.
- (c) The health savings accounts shall be administered in accordance with the requirements and limitations of federal provisions relating to the Medicare Prescription Drug, Improvement, and Modernization Act of 2003.

Section 2. This act shall take effect July 1, 2015, unless PCB HCAS 15-\_\_\_\_ or similar legislation is adopted in the same legislative session or an extension thereof and becomes law, in which case this act shall not take effect.

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