By Senator Campbell

32-1071A-06 See HB 813

1	A bill to be entitled
2	An act relating to the Fair Share Health Care
3	Fund; providing definitions; creating the fund;
4	providing purposes and uses of the fund;
5	providing duties of the Agency for Health Care
6	Administration and the Chief Financial Officer;
7	providing for audit of the fund; providing
8	employer reporting guidelines; specifying
9	required information; providing reporting
10	guidelines for the secretary of the Agency for
11	Health Care Administration; specifying required
12	information; providing for determining fair
13	share health care payments by employers;
14	providing for employer payments into the fund;
15	providing criteria; providing civil penalties
16	for late reporting or nonpayment; providing for
17	future review and termination or re-creation of
18	the fund; providing an effective date.
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20	Be It Enacted by the Legislature of the State of Florida:
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22	Section 1. Fair Share Health Care Fund
23	(1) DEFINITIONS For purposes of this section:
24	(a) "Earnings" means compensation paid or payable, in
25	money of a sum certain, for personal services or labor whether
26	denominated as wages, salary, commission, or bonus.
27	(b) "Employee" has the same meaning as provided in s.
28	440.02, Florida Statutes.
29	(c) "Employer" has the same meaning as provided in s.
30	440.02, Florida Statutes. The term "employer" does not include
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1	the Federal Government, this state, another state, or a
2	political subdivision of this state or another state.
3	(d) "Fund" means the Fair Share Health Care Fund.
4	(e) "Health care expenditures" means the amount paid
5	by an employer to provide health care benefits or reimburse
6	employees for employees' health care costs, including, but not
7	limited to, payments for medical care, prescription drugs,
8	vision care, and medical savings accounts.
9	(f) "Secretary" means the secretary of the Agency for
10	Health Care Administration.
11	(2) FAIR SHARE HEALTH CARE FUND
12	(a) The Fair Share Health Care Fund is created in the
13	Agency for Health Care Administration.
14	(b) The purpose of the fund is to help finance
15	coverage for uninsured employees. The fund may be used to
16	support the operations of the state Medicaid program or to
17	help uninsured employees and their dependents obtain health
18	care or coverage through another state program.
19	(c) The fund also may be used to provide subsidies for
20	approved health coverage options, to be designated by the
21	Agency for Health Care Administration. In designating approved
22	health coverage options, the agency shall:
23	1. Identify specific health coverage plans for
24	employees and dependents, including, but not limited to, those
25	employees whose employers have paid into the fund. These
26	options may include Medicaid, the State Children's Health
27	Insurance Program, and private insurance.
28	2. Ensure that the coverage is affordable, accessible,
29	and meaningful and equivalent to the Federal Employees Health
30	Benefit Plan's standard Blue Cross/Blue Shield option.
31	(d) The fund consists of:

1	1. Any revenue received from payments made by
2	employers under this section.
3	2. Any other money from any other source accepted for
4	the benefit of the fund.
5	(e) The Chief Financial Officer shall hold the fund
6	separately and shall account for the fund. The Chief Financial
7	Officer shall invest the money of the fund in the same manner
8	as other state money may be invested and any investment
9	earnings of the fund shall be retained to the credit of the
10	fund.
11	(f) The fund shall be subject to an audit by the
12	Department of Revenue.
13	(3) APPLICABILITY This section applies to an
14	employer with 10,000 or more employees in this state.
15	(4) EMPLOYER REPORTING GUIDELINES
16	(a) On January 1, 2007, and annually thereafter, an
17	employer shall submit on a form and in a manner approved by
18	the secretary:
19	1. The employer's definition of full-time employee and
20	part-time employee.
21	2. The number of full-time and part-time employees of
22	the employer in this state as of January 1 of the previous
23	year.
24	3. The number of full-time and part-time employees
25	eligible to receive health care expenditures and the number of
26	full-time and part-time employees receiving health care
27	expenditures from the employer.
28	4. The amount spent by the employer in the previous
29	calendar year on health care costs for employees in the state.
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1	5. The percentage of payroll that was spent by the
2	employer in the previous calendar year on health care costs
3	for employees in the state.
4	(b) The information required shall:
5	1. Be designated in a report signed by the principal
6	executive officer or an individual performing a similar
7	function.
8	2. Include an affidavit under penalty of perjury that
9	the information required under paragraph (a) was reviewed by
10	the signing officer, was based on the officer's knowledge, and
11	does not contain any untrue statement of a material fact or
12	omit a material fact necessary to make the statement.
13	(c) When calculating the percentage of payroll under
14	subparagraph (a)2. or the amount spent on health care under
15	subparagraph (a)3., an employer may exempt earnings paid to an
16	employee who is enrolled in or eliqible for Medicare.
17	(5) REPORTING GUIDELINES FOR THE SECRETARY;
18	DETERMINATION OF FAIR SHARE HEALTH CARE PAYMENTS On or
19	before March 15 of each year, the secretary shall report to
20	the Governor and the Legislature on:
21	(a) The name of each nonprofit and for-profit employer
22	with 10,000 or more employees in the state.
23	(b) The employer's definition of full-time employee
24	and part-time employee.
25	(c) The number of full-time and part-time employees.
26	(d) The number of full-time and part-time employees
27	eligible to receive health care expenditures.
28	(e) The number of full-time and part-time employees
29	receiving health care benefits or expenditures from the
30	<pre>employer.</pre>
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(f) The source of health care benefits for those 2 eliqible full-time and part-time employees not receiving 3 health care expenditures through an employer subject to 4 reporting under this section. 5 (g) The percent of total earnings each nonprofit and 6 for-profit employer with 10,000 or more employees in the state 7 spends on health care costs. 8 (h) The average percentage of total earnings for-profit employers with 10,000 or more employees in the 9 10 state spend on health care costs. (i) The average percentage of total earnings nonprofit 11 12 employers with 10,000 or more employees in the state spend on 13 health care costs. (6) PAYMENT TO THE FUND. --14 (a) An employer that is organized as a nonprofit 15 organization and does not spend at least 7 percent of total 16 17 earnings of employees on health care costs shall pay to the 18 secretary an amount equal to the difference between what the 19 employer spends for health care costs and an amount equal to 7 2.0 percent. 21 (b) An employer that is not organized as a nonprofit organization and does not spend at least 9 percent of total 2.2 23 earnings of employees on health care costs shall pay to the secretary an amount equal to the difference between what the 2.4 employer spends for health care costs and an amount equal to 9 2.5 26 percent. 27 (c) An employer may not deduct any payment made under 2.8 paragraph (a) or paragraph (b) from the earnings of an 29 employee. 30

1	(d) An employer shall make the payment required under
2	this section to the secretary on a periodic basis as
3	determined by the secretary.
4	(e) The secretary shall deposit all payments received
5	from employers under this section into the fund.
6	(f) Notwithstanding any other provision of law, any
7	balance in the fund at the end of any fiscal year shall remain
8	in the fund at the end of the year and shall be available for
9	carrying out the purposes of the fund.
10	(7) PENALTIES FOR LATE REPORTING OR NONPAYMENT
11	(a) Failure to report in accordance with subsection
12	(4) shall result in the imposition by the secretary of a civil
13	penalty of \$1,000 for each day that the report is not timely
14	filed. The penalties shall be deposited into the fund.
15	(b) Failure to make the payment required under
16	subsection (6) shall result in the imposition by the secretary
17	of a civil penalty of \$500,000. The penalties shall be
18	deposited into the fund.
19	(8) REVIEW AND REPEAL In accordance with s.
20	19(f)(2), Art. III of the State Constitution, the fund shall,
21	unless terminated sooner, be terminated on January 1, 2011.
22	Before its scheduled termination, the fund shall be reviewed
23	as provided in s. 215.3206(1) and (2), Florida Statutes.
24	Section 2. This act shall take effect January 1, 2007.
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