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2012 Legislature

2 An act relating to health insurance benefits for state 3 employees; amending s. 110.123, F.S.; authorizing the 4 University of Florida Board of Trustees to provide or 5 arrange for the provision of health and other self-6 insurance or insurance programs under certain 7 conditions; requiring the board to offer the programs 8 to certain persons; prohibiting the programs from 9 commencing before a specified date; providing 10 requirements for state funding for the insurance 11 programs; providing procedural requirements relating to the program for the Department of Management 12 Services, the Executive Office of the Governor, and 13 14 the Legislature; providing applicability; providing 15 for the state's monthly contribution for employees 16 under the state group insurance program; amending s. 17 110.12315, F.S.; revising the conditions under which pharmacies are provided reimbursement for prescription 18 19 medicines that are dispensed to members of the state group health insurance plan under the state employees' 20 21 prescription drug program; authorizing the Department 22 of Management Services to implement a supply limit 23 program for certain maintenance drugs; reenacting 24 provisions specifying copayment amounts for the state 25 employees' prescription drug program; providing an effective date. 26

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28 Be It Enacted by the Legislature of the State of Florida: Page 1 of 6

CODING: Words stricken are deletions; words underlined are additions.

HB 5009, Engrossed 1

2012 Legislature

29 30 Section 1. Paragraph (a) of subsection (12) of section 31 110.123, Florida Statutes, is amended, and subsection (14) is 32 added to that section, to read: 33 110.123 State group insurance program.-34 HEALTH SAVINGS ACCOUNTS. - The department is authorized (12)35 to establish health savings accounts for full-time and part-time 36 state employees in association with a health insurance plan 37 option authorized by the Legislature and conforming to the requirements and limitations of federal provisions relating to 38 39 the Medicare Prescription Drug, Improvement, and Modernization 40 Act of 2003. (a)1. A member participating in this health insurance plan 41 42 option is eligible to receive an employer contribution into the 43 employee's health savings account from the State Employees Health Insurance Trust Fund in an amount to be determined by the 44 45 Legislature. A member is not eligible for an employer contribution upon termination of employment. For the 2011-2012 46 47 fiscal year, The state's monthly contribution for employees having individual coverage shall be \$41.66 and the monthly 48 49 contribution for employees having family coverage shall be 50 \$83.33. 51 2. A member participating in this health insurance plan 52 option is eligible to deposit the member's own funds into a 53 health savings account. 54 (14) UNIVERSITY OF FLORIDA BOARD OF TRUSTEES.-(a) 55 Notwithstanding any other provision of this section or 56 any other law, rule, or regulation, and in lieu of participation Page 2 of 6

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2012 Legislature

57	in state group insurance programs or any part thereof, the
58	University of Florida Board of Trustees, at its option, may
59	provide, or arrange for the provision of, health and other self-
60	insurance or insurance programs, including the necessary
61	administrative support services required to implement and
62	administer such programs, for its employees, including all of
63	its employees who retire on or after implementation of such
64	programs, and may require actuarially determined employee
65	premium payments. The University of Florida Board of Trustees
66	may include in such programs and assess actuarially determined
67	premiums to its students, the employees of its direct-support
68	organizations and other affiliated organizations, and other
69	persons and entities, as may be determined by the board of
70	trustees. The University of Florida Board of Trustees shall also
71	offer such programs to its retirees who retired prior to the
72	implementation of such programs. Such programs may include, but
73	are not limited to, health and life insurance, pharmacy, and
74	other supplemental or tax-favored plans. In implementing such
75	programs, the University of Florida Board of Trustees may not
76	commence coverage prior to January 1, 2013.
77	(b) State funding for such insurance programs for active
78	employees paid from Educational and General activity funds shall
79	be determined by using the health insurance premium rates
80	established in the General Appropriations Act for coverage for
81	active state employees, reduced by the per capita amount of the
82	actuarially determined implicit subsidy included in the employer
83	paid cost for active employees' participation in the state group
84	insurance program which is associated with retired employees
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2012 Legislature

85	participating in the state group insurance program. The		
86	university shall pay the cost of the actuarial study required to		
87	determine the implicit subsidy. The department shall submit the		
88	actuarially determined amount of the implicit subsidy and the		
89	actuary's methodology used for its determination to the		
90	Executive Office of the Governor for approval. The Executive		
91	Office of the Governor shall provide notice of the implicit		
92	subsidy amount and the actuary's methodology used for its		
93	determination pursuant to s. 216.177(2)(a). If the chair of the		
94	House of Representatives Appropriations Committee and the chair		
95	of the Senate Budget Committee or the President of the Senate		
96	and the Speaker of the House of Representatives object to the		
97	actuarially determined amount or the actuary's methodology used		
98	for its determination, the Governor shall void such		
99	determination and methodology and direct the department to		
100	recalculate the amount of the implicit subsidy. Upon		
101	implementation of the plan by the University of Florida, the		
102	university shall transfer, on the last day of each calendar		
103	quarter after implementation, the reduction amount for the		
104	implicit subsidy to the State Employees Health Insurance Trust		
105	Fund and shall submit the necessary budget amendment to the		
106	Executive Office of the Governor to accomplish the transfers.		
107	Section 110.161 does not apply to any insurance programs		
108	developed under this subsection.		
109	Section 2. Paragraph (b) of subsection (2) of section		
110	110.12315, Florida Statutes, is amended, and, notwithstanding		
111	section 75 of chapter 2011-47, Laws of Florida, paragraph (a) of		
112	subsection (7) of that section, as reenacted by section 74 of		
I	Page 4 of 6		

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2012 Legislature

113 chapter 2011-47, Laws of Florida, does not revert to the text of 114 that paragraph in existence on December 31, 2010, and is 115 reenacted and amended, to read:

116 110.12315 Prescription drug program.—The state employees' 117 prescription drug program is established. This program shall be 118 administered by the Department of Management Services, according 119 to the terms and conditions of the plan as established by the 120 relevant provisions of the annual General Appropriations Act and 121 implementing legislation, subject to the following conditions:

(2) In providing for reimbursement of pharmacies for
prescription medicines dispensed to members of the state group
health insurance plan and their dependents under the state
employees' prescription drug program:

126 (b) There shall be a 30-day supply limit for prescription 127 card purchases and 90-day supply limit for mail order or mail 128 order prescription drug purchases. The Department of Management Services may implement a 90-day supply limit program for certain 129 130 maintenance drugs as determined by the department at retail 131 pharmacies participating in the program if the department 132 determines it to be in the best financial interest of the state. 133 Under the state employees' prescription drug program (7)

134 copayments must be made as follows:

(a) Effective January 1, <u>2012</u> 2011, for the State Group
Health Insurance Standard Plan:

For generic drug with card \$7.
 For preferred brand name drug with card \$30.
 For nonpreferred brand name drug with card
 For generic mail order drug \$14.
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\$50.

FLORIDA HOUSE OF RE	P R E S E N T A T I V E S
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ENROLLED

HB 5009, Engrossed 1

2012 Legislature

- 141 5. For preferred brand name mail order drug \$60.
- 142 6. For nonpreferred brand name mail order drug \$100.

Section 3. This act shall take effect July 1, 2012.

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