FOR CONSIDERATION By the Committee on Governmental Oversight and Accountability

585-02500B-13 20137120

A bill to be entitled

An act relating to state employee health insurance; amending s. 110.123, F.S.; modifying the terms "fulltime state employee" and "part-time state employee" for the purposes of expressly excluding persons paid from other-personal-services funds who work less than a certain number of hours per week from the state group insurance program; applying certain hourly limitations on the calculation of the state's contribution for the health insurance coverage of part-time permanent employees; revising provisions relating to employer contributions to employee health savings accounts; reenacting s. 110.12315(2)(b) and (7) (a), F.S., relating to the state employee's prescription drug program; repealing s. 53 of chapter 2012-119, Laws of Florida, relating to the reversion of certain state employee's prescription drug provisions to those in previous existence; amending s. 110.131, F.S.; providing that OPS employees working 30 hours or more per week may be eligible for the state group health insurance program; 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 (c) and (f) of subsection (2), paragraph (d) of subsection (4), and paragraph (a) of subsection (12) of section 110.123, Florida Statutes, are amended to read: 110.123 State group insurance program.—

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(2) DEFINITIONS.—As used in this section, the term:

- (c) "Full-time state employees" includes all full-time employees of all branches or agencies of state government holding salaried positions and paid by state warrant or from agency funds, and employees paid from regular salary appropriations for 8 months' employment, including university personnel on academic contracts, but in no case shall "state employee" or "salaried position" include persons paid from other-personal-services (OPS) funds. "Full-time employees" includes all full-time employees of the state universities.
- 1. Until December 31, 2013, the term does not include persons paid from other-personal-services (OPS) funds.
- 2. Beginning January 1, 2014, the term does not include persons paid from other-personal-services (OPS) funds who have worked less than an average of 40 hours per week during the past 12 calendar months or who are reasonably expected to work less than an average of 40 hours per week during the 12 calendar months following his or her employment.
- (f) "Part-time state employee" means any employee of any branch or agency of state government paid by state warrant from salary appropriations or from agency funds, and who is employed for less than the normal full-time workweek established by the department or, if on academic contract or seasonal or other type of employment which is less than year-round, is employed for less than 8 months during any 12-month period, but in no case shall "part-time" employee include a person paid from other-personal-services (OPS) funds. "Part-time state employee" includes any part-time employee of the state universities.
 - 1. Until December 31, 2013, the term does not include a

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person paid from other-personal-services (OPS) funds.

- 2. Beginning January 1, 2014, the term does not include persons paid from other-personal-services (OPS) funds who have worked less than an average of 30 hours per week during the past 12 calendar months or who are reasonably expected to work less than an average of 30 hours per week during the 12 calendar months following his or her employment.
- (4) PAYMENT OF PREMIUMS; CONTRIBUTION BY STATE; LIMITATION ON ACTIONS TO PAY AND COLLECT PREMIUMS.—
- (d) The state contribution for <u>health insurance coverage</u>

 <u>for</u> a part-time permanent state employee who elects to participate in the program:
- 1. Before December 31, 2013, shall be prorated so that the amount of the cost contributed for the part-time permanent employee bears the same that relation to the amount of cost contributed for a similar full-time employee that the part-time employee's normal workday bears to a full-time employee's normal workday.
- 2. On or after January 1, 2014, who elects to participate in the program and who has worked less than an average of 30 hours per week during the past 12 calendar months or who is reasonably expected to work less than an average of 30 hours per week during the 12 calendar months following his or her employment, shall be prorated so that the amount of the cost contributed for the part-time permanent employee bears the same relation to the amount of cost contributed for a similar full-time employee that the part-time employee's normal workday bears to a full-time employee's normal workday.
 - (12) HEALTH SAVINGS ACCOUNTS.—The department is authorized

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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) $\frac{1}{1}$. 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 2013-2014 2012-2013 fiscal year, the state's monthly contribution for employees having individual coverage shall be \$41.66 and the monthly contribution for employees having family coverage shall be \$83.33. For the 2014-2015 fiscal year and thereafter, the state's contribution from the trust fund into the member's health savings account shall be set in the annual General Appropriations Act.
- 2. A member participating in this health insurance plan option is eligible to Deposit the member's own funds into a health savings account.
- Section 2. Paragraph (b) of subsection (2) and paragraph (a) of subsection (7) of section 110.12315, Florida Statutes, as amended by section 52 of chapter 2012-119, Laws of Florida, are reenacted to read:
- 110.12315 Prescription drug program.—The state employees' prescription drug program is established. This program shall be administered by the Department of Management Services, according

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117 to the terms and conditions of the plan as established by the relevant provisions of the annual General Appropriations Act and 118 implementing legislation, subject to the following conditions: 119 120 (2) In providing for reimbursement of pharmacies for 121 prescription medicines dispensed to members of the state group 122 health insurance plan and their dependents under the state 123 employees' prescription drug program: 124 (b) There shall be a 30-day supply limit for prescription 125 card purchases and 90-day supply limit for mail order or mail order prescription drug purchases. The Department of Management 126 127 Services may implement a 90-day supply limit program for certain maintenance drugs as determined by the department at retail 128 129 pharmacies participating in the program if the department 130 determines it to be in the best financial interest of the state. 131 (7) Under the state employees' prescription drug program 132 copayments must be made as follows: 133 (a) Effective January 1, 2012, for the State Group Health 134 Insurance Standard Plan: 1. For generic drug with card......\$7. 135 136 2. For preferred brand name drug with card......\$30. 137 3. For nonpreferred brand name drug with card......\$50. 138 4. For generic mail order drug.....\$14. 139 5. For preferred brand name mail order drug......\$60. 140 6. For nonpreferred brand name mail order drug......\$100. Section 3. Section 53 of chapter 2012-119, Laws of Florida, 141 142 is repealed. Section 4. Subsection (5) is added to section 110.131, 143 144 Florida Statutes, to read: 145 110.131 Other-personal-services employment.

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20137120 (5) Beginning January 1, 2014, an other-personal-services (OPS) employee who has worked an average of 30 or more hours per week during the past 12 calendar months or who is reasonably expected to work an average of 30 or more hours per week during

150 the 12 calendar months following his or her employment is

151 eligible to participate in the state group insurance program as 152 provided under s. 110.123.

Section 5. This act shall take effect July 1, 2013.