HOUSE AMENDMENT

Bill No. HB 7007 (2017)

Amendment No.

	CHAMBER ACTION
	<u>Senate</u> <u>House</u>
	•
1	Representative Brodeur offered the following:
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3	Amendment (with title amendment)
4	Between lines 554 and 555, insert:
5	
6	Section 4. Section 110.1228, Florida Statutes, is amended
7	to read:
8	110.1228 Participation by small counties, small
9	municipalities, and district school boards, and water management
10	districts located in small counties
11	(1) As used in this section, the term:
12	· · · · · · · · · · · · · · · · · · ·
	(a) "District school board" means a district school board
13	(a) "District school board" means a district school board located in a small county or a district school board that
	located in a small county or a district school board that

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receives funding pursuant to s. 1011.62(7). 14 "Small municipality" means an incorporated 15 (b) 16 municipality that has a population of 12,500 or fewer according 17 to the most recent decennial census. 18 (c) "Small county" means a county that has a population of 19 100,000 or fewer according to the most recent decennial census. (d) "Water management district" has the same meaning as in 20 21 s. 373.019. The governing body of a small county, or small 22 (2) municipality, or a district school board, or water management 23 district may apply for participation in the state group health 24 25 insurance program authorized in s. 110.123 and the prescription drug coverage program authorized by s. 110.12315 by submitting 26 27 an application along with a \$500 nonrefundable fee to the 28 department. 29 (3) Any costs or savings to the state group health 30 insurance program or the prescription drug coverage program resulting from such participation shall be passed on to the 31 32 local government and water management district participants and 33 their employees. Such costs or savings shall be delineated based 34 on the impact to the state, state officers and employees, and local government employers and their employees, and water 35 management districts and their employees. 36 37 As a prerequisite to the adoption of an ordinance or (4) resolution or the affirmative vote of a governing board, for 38

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39 participation in the state group health insurance program and 40 prescription drug coverage program, a small county, small 41 municipality, or district school board, or water management 42 district shall issue a request for proposals to provide health 43 insurance and prescription drug coverage. Such request for 44 proposals shall seek coverages equivalent to those offered currently by the small county, small municipality, or district 45 46 school board, or water management district and coverages equivalent to the state group health insurance program and 47 48 prescription drug coverage program. Such request for proposals 49 must provide an opportunity for the receipt of competitive 50 proposals from all interested parties without restriction. The 51 small county, small municipality, and district school board, and 52 water management district shall review and consider all 53 responsive proposals prior to the adoption of any ordinance or resolution or the affirmative vote of any governing board for 54 55 participation in the state group health insurance program and 56 prescription drug coverage program.

(5) If the department determines that a small county, small municipality, or district school board, or water <u>management district</u> is eligible to enroll, the small county, small municipality, or district school board, or water <u>management district</u> must agree to the following terms and conditions:

63 (a) The minimum enrollment or contractual period will be 3 319847

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64 years.

(b) The small county, small municipality, or district school board, or water management district must pay to the department an initial administrative fee of not less than \$2.61 per enrollee per month, or such other amount established annually to fully reimburse the department for its costs.

(c) Termination of participation of a small county, small municipality, or district school board, or water management district requires written notice 1 year before the termination date.

(d) If participation is terminated, a small county, small municipality, or district school board, <u>or water management</u> <u>district</u> may not reapply for participation for a period of 2 years.

(e) Small counties, small municipalities, and district
school boards, and water management districts shall reimburse
the state for 100 percent of its costs, including administrative
costs.

82 (f) If a small county, small municipality, or district 83 school board employer, or water management district fails to 84 make the payments required by this section to fully reimburse the state, the Department of Revenue or the Department of 85 Financial Services shall, upon the request of the Department of 86 Management Services, deduct the amount owed by the employer from 87 88 any funds not pledged to bond debt service satisfaction that are 319847

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89 to be distributed by it to the small county, small municipality, 90 or district school board, or water management district. The 91 amounts so deducted shall be transferred to the Department of 92 Management Services for further distribution to the trust funds 93 in accordance with this chapter.

94 (g) The small county, small municipality, or district 95 school board, or water management district shall furnish the 96 department any information requested by the department which the 97 department considers necessary to administer the state group 98 health insurance program and the prescription drug coverage 99 program.

(h) The small county, small municipality, or district school board, or water management district shall adopt the state's eligibility rules.

103 The small county, small municipality, or district (i) school board, or water management district may not participate 104 105 in the state's cafeteria plan that allows for pretax treatment 106 of premium contributions. If pretax treatment is desirable for 107 employees of these participating employers, each employee of a 108 participating employer shall execute a salary reduction 109 agreement with that employer, and each participating employer shall establish its own cafeteria plan. 110

(j) The small county, small municipality, or district school board, or water management district shall pay monthly premiums in amounts sufficient to cover claims costs, department 319847

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administrative costs, and third-party administrative costs and 114 115 provide for adequate reserves and cash flow by contributing 3 116 months' premiums and costs in advance of the coverage effective 117 date. The premiums shall be established by an actuarial analysis 118 conducted by the Department of Management Services considering 119 the requesting party a distinct health insurance risk pool. Such 120 analysis shall be paid for by the participating small county, small municipality, county school district, or water management 121 122 district. Sections The provisions of ss. 624.436-624.446 do not 123 (6) apply to the State Group Insurance Program or to this section. 124 125 Section 5. Section 373.605, Florida Statutes, is amended 126 to read: 373.605 Group insurance for water management districts.-127 128 The governing board of a water management district may provide 129 group insurance for its employees, and the employees of another 130 water management district, in the same manner and with the same provisions and limitations authorized for other public employees 131 132 under ss. 112.08, 112.09, 112.10, 112.11, and 112.14. 133 Alternatively, a water management district, after an affirmative vote of its governing board, may participate in the state group 134 135 health insurance program and the prescription drug coverage program under s. 110.1228. 136 137 138 319847 Approved For Filing: 3/17/2017 3:57:24 PM

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139	TITLE AMENDMENT
140	Between lines 28 and 29, insert:
141	amending s. 110.1228, F.S.; providing a definition;
142	expanding eligibility for participation in the state group
143	health insurance program and the prescription drug coverage
144	program to include water management districts; conforming
145	provisions to changes made by the act; amending s. 373.605,
146	F.S.; conforming provisions to changes made by the act;

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