Bill	No.	HB	549,	1st	Eng.	
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Amendment No. CHAMBER ACTION Senate House 1 2 3 4 5 6 7 8 9 10 Senator Mitchell moved the following amendment: 11 12 13 Senate Amendment (with title amendment) On page 7, between lines 10 and 11, 14 15 16 insert: 17 Section 2. (1) It is the intent of the Legislature to 18 consider legislation during the 2001 Regular Session of the 19 Legislature to expand the eligibility of the state group 20 health insurance program and the state prescription drug coverage program to include small municipalities, small 21 22 counties, and district school boards of small counties. It is the intent of the Legislature that any costs or savings to the 23 24 state group health insurance program or prescription drug 25 coverage program resulting from such expansion shall be passed 26 on to the local government participants and their employees. 27 (2) The Department of Management Services shall 28 contract with a third party to conduct an actuarial study to 29 determine the cost of allowing small counties, small 30 municipalities, or eligible district school boards to 31 participate in the state group health insurance program and 1 7:33 AM 05/01/00 h0549c-04j01

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1	the state prescription drug program and offer such coverage to
2	officers, employees, dependents, and retirees of such
3	entities. Such costs shall be delineated based on the impact
4	to the state, state officers, and employees and to the local
5	government employers and their employees. The department shall
б	issue its report to the Governor, the President of the Senate,
7	and the Speaker of the House of Representatives by December 1,
8	2000.
9	(3) The Department of Management Services shall
10	request from the Internal Revenue Service, by October 1, 2000,
11	a written determination letter and a favorable private-letter
12	ruling, stating that the State Group Self-Insurance Program is
13	a facially qualified plan. The department shall notify the
14	President of the Senate and the Speaker of the House of
15	Representatives within 30 days after the receipt of the
16	favorable or unfavorable letters.
17	(4) For purposes of conducting the actuarial study,
18	criteria to be considered for eligibility to enroll include,
19	but are not limited to:
20	(a) A minimum enrollment or contractual period of 3
21	years; and
22	(b) Written notice to withdraw from the program must
23	be given at least 12 months prior to the termination date.
24	(5) For the purposes of this section, the term "small
25	county" means any county that has a population of 100,000 or
26	less according to the most recent decennial census, and the
27	term "small municipality" means any incorporated municipality
28	that has a population of 12,500 or less according to the most
29	recent decennial census.
30	
31	(Redesignate subsequent sections.)
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====== T I T L E A M E N D M E N T ========== And the title is amended as follows: On page 1, line 6, after the semicolon, insert: providing legislative intent; requiring the Department of Management Services to contract for an actuarial study to determine the cost of allowing small counties, small municipalities, and certain school districts to participate in the state group health insurance program and the state prescription drug program; requiring the department to request a private-letter ruling; providing definitions;

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