	Bill No. <u>SB 1148</u>
	Amendment No. <u>1</u> Barcode 111736
	CHAMBER ACTION House
	Senate House
1	
2	
3	
4	·
5	
6	
7	
8	
9	
10	
11	The Committee on Governmental Oversight and Productivity
12	recommended the following amendment:
13	
14	Senate Amendment (with title amendment)
15	On page 7, lines 29 and 30, delete those lines
16	
17	and insert:
18	Section 13. The Legislature finds that a proper and
19	legitimate state purpose is served when employees of the
20	corporation established under this part, which is primarily an
21	instrumentality of the state and carries out a vital state
22	purpose under the direction of a board of directors which is
23	appointed by the Governor and confirmed by the Senate, are
24	given additional choices for the basic protections afforded by
25	group health and prescription drug coverage programs that also
26	permit the continued operation of a competitive marketplace
27	and assure that affordable and available coverage is extended
28	to all interested parties. Therefore, the Legislature
29 20	determines and declares that s. 946.525 fulfills an important
30 21	state interest.
31	Section 14. Section 946.525, Florida Statutes, is
	9:11 PM 04/17/01 1 s1148.go.01

Bill No. SB 1148 Amendment No. 1 Barcode 111736

created to read: 1 946.525 Participation by the corporation in the state 2 3 group health insurance and prescription drug programs. 4 The board of directors of the corporation (1) 5 established under this part may apply for participation in the 6 state group health insurance program authorized in s. 110.123 7 and the prescription drug coverage program authorized by s. 110.12315 by submitting an application along with a \$500 8 nonrefundable fee to the Department of Management Services. 9 10 (2) As a prerequisite to the adoption of a resolution 11 for participation in the state group health insurance and 12 prescription drug coverage program, the corporation shall seek proposals to provide health insurance and prescription drug 13 coverage which coverages are equivalent to those offered 14 15 currently by the corporation and coverages equivalent to the 16 state group health insurance and prescription drug coverage 17 program. The corporation shall review and consider all 18 responsive proposals prior to the adoption of any resolution 19 for participation in the state group health insurance and prescription drug coverage program. 20 21 (3) If the Department of Management Services determines that the corporation is eligible to enroll, the 22 corporation must agree to the following terms and conditions: 23 (a) The minimum enrollment or contractual period will 24 25 be 3 years. 26 (b) The corporation must pay to the Department of 27 Management Services an initial administrative fee not less 28 than \$2.61 per enrollee per month, or such other amount 29 established annually to fully reimburse the Department of 30 Management Services for its costs. (c) Termination of participation of the corporation 31 2

9:11 PM 04/17/01

s1148.go.01

Bill No. <u>SB 1148</u> Amendment No. <u>1</u> Barcode 111736

requires written notice 1 year before the termination date. 1 (d) If participation is terminated, the corporation 2 3 may not reapply for participation for a period of 2 years. 4 (e) The corporation shall reimburse the state for 100 5 percent of its costs, including administrative costs. 6 (f) If the corporation fails to make the payments 7 required by this section to fully reimburse the state, the Department of Revenue or the Department of Banking and Finance 8 shall, upon the request of the Department of Management 9 10 Services, deduct the amount owed by the employer from any funds to be distributed by it to the corporation. The amounts 11 12 so deducted shall be transferred to the Department of Management Services for further distribution to the trust 13 14 funds in accordance with this chapter. 15 (g) The corporation shall furnish the Department of Management Services any information requested by the 16 17 Department of Management Services which the Department of 18 Management Services considers necessary to administer the state group health insurance program and the prescription drug 19 20 program. The provisions of ss. 624.436-624-446 do not apply 21 (4) to the State Group Insurance Program or to this section. 22 The Department of Management Services may adopt 23 (5) 24 rules necessary to administer this section. Section 15. The Department of Management Services 25 26 shall request from the Internal Revenue Service, by October 1, 27 2001, a written determination letter and a favorable private 28 letter ruling, stating that the State Group Self-Insurance 29 Program, as amended by s. 946.525, is a facially qualified 30 plan. The department shall notify the President of the Senate and the Speaker of the House of Representatives within 30 days 31 3

9:11 PM 04/17/01

s1148.go.01

Bill No. <u>SB 1148</u> Amendment No. <u>1</u> Barcode 111736

after the receipt of the favorable or unfavorable letters. Section 16. This act shall take effect upon becoming a law, except that section 14 shall take effect only when the Department of Management Services receives the favorable letters requested by section 15. If the favorable letters are not received, section 14 shall not take effect. And the title is amended as follows: On page 1, line 12, delete that line and insert: cross-reference; providing a declaration of important state interest; creating s. 946.525; establishing participation requirements; providing an effective date.