## Amendment No. 1

# COMMITTEE/SUBCOMMITTEE ACTION ADOPTED \_\_\_\_\_ (Y/N) ADOPTED AS AMENDED \_\_\_\_\_ (Y/N) ADOPTED W/O OBJECTION \_\_\_\_\_ (Y/N) FAILED TO ADOPT \_\_\_\_\_\_ (Y/N) WITHDRAWN \_\_\_\_\_ (Y/N) OTHER

Committee/Subcommittee hearing bill: Regulatory Affairs Committee

Representative Santiago offered the following:

4

5

6

7

8

9

10 11

12

13

14

15

16

17

1

2

3

# Amendment (with title amendment)

Between lines 199 and 200, insert:

Section 1. Paragraph (a) of subsection (2) of section 112.08, Florida Statutes, is amended to read:

112.08 Group insurance for public officers, employees, and certain volunteers; physical examinations.—

(2) (a) Notwithstanding any general law or special act to the contrary, every local governmental unit is authorized to provide and pay out of its available funds for all or part of the premium for life, health, accident, hospitalization, legal expense, or annuity insurance, or all or any kinds of such insurance, for the officers and employees of the local governmental unit and for health, accident, hospitalization, and

375393 - h0565-line 199.docx

Published On: 3/19/2014 8:19:38 PM

### Amendment No. 1

18

19

20

21

22

23

24

25

26

27

28

29

30

3132

33

34

35

36

37

38 39

40

41

42

43

legal expense insurance for the dependents of such officers and employees upon a group insurance plan and, to that end, to enter into contracts with insurance companies or professional administrators to provide such insurance or with a corporation not-for-profit whose membership consists entirely of local government units authorized to enter into risk management consortiums under this subsection. Before entering any contract for insurance, the local governmental unit shall advertise for competitive bids; and such contract shall be let upon the basis of such bids. If a contracting health insurance provider becomes financially impaired as determined by the Office of Insurance Regulation of the Financial Services Commission or otherwise fails or refuses to provide the contracted-for coverage or coverages, the local government may purchase insurance, enter into risk management programs, or contract with third-party administrators and may make such acquisitions by advertising for competitive bids or by direct negotiations and contract. The local governmental unit may undertake simultaneous negotiations with those companies which have submitted reasonable and timely bids and are found by the local governmental unit to be fully qualified and capable of meeting all servicing requirements. Each local governmental unit may self-insure any plan for health, accident, and hospitalization coverage or enter into a risk management consortium to provide such coverage, subject to approval based on actuarial soundness by the Office of Insurance Regulation; and each shall contract with an insurance company or

375393 - h0565-line 199.docx

Published On: 3/19/2014 8:19:38 PM

# COMMITTEE/SUBCOMMITTEE AMENDMENT Bill No. CS/HB 565 (2014)

Amendment No. 1

professional administrator qualified and approved by the office to administer such a plan or with a corporation not-for-profit whose membership consists entirely of local government units authorized to enter into a risk management consortium under this subsection.

 TITLE AMENDMENT

Remove line 2 and insert:

An act relating to insurance; amending s. 112.08, F.S.; allowing local government units to contract with a corporation not-for-profit for insurance; amending s. 554.1021,

375393 - h0565-line 199.docx

Published On: 3/19/2014 8:19:38 PM