Bill No. HB 5009 (2022)

Amendment No.

Senate

House

The Conference Committee on HB 5009 offered the following:

Conference Committee Amendment (with title amendment)

4 Remove everything after the enacting clause and insert: 5 Section 1. Paragraph (b) and paragraphs (c) through (p) of 6 subsection (2) of section 110.123, Florida Statutes, are 7 redesignated as paragraph (c) and paragraphs (e) through (r), 8 respectively, present paragraphs (b), (k), (m), and (o) of subsection (2), paragraphs (d), (g), and (j) of subsection (3), 9 paragraph (e) of subsection (4), and paragraphs (c) and (d) of 10 11 subsection (13) are amended, and new paragraphs (b) and (d) are 12 added to subsection (2) of that section, to read:

110.123 State group insurance program.-

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14	(2) DEFINITIONSAs used in ss. 110.123-110.1239, the
15	term:
16	(b) "Eligible former employee" means a former state
17	officer or employee who was enrolled in the state group
18	insurance program for at least 6 cumulative years with an
19	employer or employers participating in the state group insurance
20	program, and who was enrolled in the state group insurance
21	program at the time of his or her separation from employment and
22	whose separation from employment occurred on or after July 1,
23	<u>2022.</u>
24	(c) (b) "Enrollee" means all state officers and employees,
25	retired state officers and employees, surviving spouses of
26	deceased state officers and employees, eligible former
27	employees, and terminated employees or individuals with
28	continuation coverage who are enrolled in an insurance plan
29	offered by the state group insurance program. The term
30	"enrollee" includes all state university officers and employees,
31	retired state university officers and employees, surviving
32	spouses of deceased state university officers and employees, and
33	terminated state university employees or individuals with
34	continuation coverage who are enrolled in an insurance plan
35	offered by the state group insurance program.
36	(d) "Enrollee cost-sharing liability" means the amount an
37	enrollee or beneficiary is responsible for paying for a covered
38	item or service under the terms of the state group insurance
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39 program. The term "enrollee cost-sharing liability" includes 40 deductibles, coinsurance, and copayments, but does not include 41 premiums.

42 <u>(m) (k)</u> "State group health insurance plan or plans" or 43 "state plan or plans" means the state self-insured health 44 insurance plan or plans offered to state officers and employees, 45 retired state officers and employees, <u>eligible former employees</u>, 46 and surviving spouses of deceased state officers, and employees, 47 and eligible former employees under <u>pursuant to</u> this section.

48 (o) (m) "State group insurance program" or "programs" means the package of insurance plans offered to state officers and 49 50 employees, retired state officers and employees, eligible former 51 employees, and surviving spouses of deceased state officers, and 52 employees, and eligible former employees under pursuant to this 53 section, including the state group health insurance plan or 54 plans, health maintenance organization plans, TRICARE 55 supplemental insurance plans, and other plans required or 56 authorized by law.

57 <u>(q)</u>(•) "Surviving spouse" means the widow or widower of a 58 deceased state officer, full-time state employee, part-time 59 state employee, <u>eligible former employee</u>, or retiree if such 60 widow or widower was covered as a dependent under the state 61 group health insurance plan, TRICARE supplemental insurance 62 plan, or a health maintenance organization plan established 63 <u>under pursuant to</u> this section at the time of the death of the 334689

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deceased officer, employee, eligible former employee, or 64 retiree. The term "surviving spouse" also means any widow or 65 66 widower who is receiving or eligible to receive a monthly state warrant from a state retirement system as the beneficiary of a 67 68 state officer, full-time state employee, or retiree who died 69 prior to July 1, 1979. For the purposes of this section, any 70 such widow or widower shall cease to be a surviving spouse upon 71 his or her remarriage.

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(3) STATE GROUP INSURANCE PROGRAM.-

73 (d)1. Notwithstanding chapter 287 and the authority of the department, for the purpose of protecting the health of, and 74 75 providing medical services to, state employees and eligible 76 former employees participating in the state group insurance 77 program, the department may contract to retain the services of 78 professional administrators for the state group insurance 79 program. The agency shall follow good purchasing practices of 80 state procurement to the extent practicable under the 81 circumstances.

2. Each vendor in a major procurement, and any other vendor if the department deems it necessary to protect the state's financial interests, shall, at the time of executing any contract with the department, post an appropriate bond with the department in an amount determined by the department to be adequate to protect the state's interests but not higher than

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88 the full amount estimated to be paid annually to the vendor 89 under the contract.

3. Each major contract entered into by the department <u>under pursuant to</u> this section <u>must</u> shall contain a provision for payment of liquidated damages to the department for material noncompliance by a vendor with a contract provision. The department may require a liquidated damages provision in any contract if the department deems it necessary to protect the state's financial interests.

97 4. Section 120.57(3) applies to the department's98 contracting process, except:

99 a. A formal written protest of any decision, intended
100 decision, or other action subject to protest <u>must shall</u> be filed
101 within 72 hours after receipt of notice of the decision,
102 intended decision, or other action.

b. As an alternative to any provision of s. 120.57(3), the department may proceed with the bid selection or contract award process if the director of the department sets forth, in writing, particular facts and circumstances that demonstrate the necessity of continuing the procurement process or the contract award process in order to avoid a substantial disruption to the provision of any scheduled insurance services.

110 5. The department shall make arrangements as necessary to 111 contribute claims data of the state group health insurance plan

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112 to the contracted vendor selected by the Agency for Health Care 113 Administration under pursuant to s. 408.05(3)(c).

6. Each contracted vendor for the state group health insurance plan shall contribute Florida claims data to the contracted vendor selected by the Agency for Health Care Administration <u>under pursuant to</u> s. 408.05(3)(c).

118 (q) Participation by individuals in the program is available to all state officers, full-time state employees, and 119 120 part-time state employees, and eligible former employees and is voluntary. Participation in the program is also available to 121 retired state officers and employees who elect at the time of 122 123 retirement to continue coverage under the program, but may elect to continue all or only part of the coverage they had at the 124 125 time of retirement. A surviving spouse may elect to continue 126 coverage only under a state group health insurance plan, a 127 TRICARE supplemental insurance plan, or a health maintenance 128 organization plan.

129 (j) For the 2020 plan year and each plan year thereafter,
 130 health plans shall be offered in the following benefit levels:

131 1. Platinum level, which shall have an actuarial value of 132 at least 90 percent.

133 2. Cold level, which shall have an actuarial value of at 134 least 80 percent.

135 3. Silver level, which shall have an actuarial value of at 136 least 70 percent.

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137 4. Bronze level, which shall have an actuarial value of at
138 least 60 percent.

139 (4) PAYMENT OF PREMIUMS; CONTRIBUTION BY STATE; LIMITATION
140 ON ACTIONS TO PAY AND COLLECT PREMIUMS.—

141 No state contribution for the cost of any part of the (e) 142 premium shall be made for retirees, or surviving spouses, or 143 eligible former employees for any type of coverage under the 144 state group insurance program. However, any state agency that 145 employs a full-time law enforcement officer, correctional 146 officer, or correctional probation officer who is killed or 147 suffers catastrophic injury in the line of duty as provided in s. 112.19, or a full-time firefighter who is killed or suffers 148 149 catastrophic injury in the line of duty as provided in s. 150 112.191, shall pay the entire premium of the state group health 151 insurance plan selected for the employee's surviving spouse 152 until remarried, and for each dependent child of the employee, 153 subject to the conditions and limitations set forth in s. 112.19 or s. 112.191, as applicable. 154

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(13) OTHER-PERSONAL-SERVICES EMPLOYEES (OPS).-

(c) The initial measurement period used to determine whether an employee hired before April 1, 2013, and paid from OPS funds is a full-time employee described in <u>subparagraph</u> <u>(2)(e)1.</u> subparagraph (2)(c)1. is the 6-month period from April 1, 2013, through September 30, 2013.

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161 (d) All other measurement periods used to determine 162 whether an employee paid from OPS funds is a full-time employee 163 described in paragraph (2) (e) paragraph (2) (c) must be for 12 164 consecutive months. 165 Section 2. Paragraph (a) of subsection (2) of section 110.12303, Florida Statutes, is amended to read: 166 167 110.12303 State group insurance program; additional 168 benefits; price transparency program; reporting.-169 (2) (a) The department shall contract with at least one 170 entity that provides comprehensive pricing and inclusive services for surgery and other medical procedures which may be 171 172 accessed at the option of the enrollee. The contract shall 173 require the entity to: 174 The entity to have procedures and evidence-based 1. 175 standards to ensure the inclusion of only high-quality health 176 care providers. 177 2. The entity to provide assistance to the enrollee in 178 accessing and coordinating care. 179 The entity to provide cost savings to the state group 3. 180 insurance program to be shared with both the state and the 181 enrollee. Cost savings payable to an enrollee must, unless 182 prohibited by first-dollar coverage rules under applicable tax 183 law, include a waiver of enrollee cost-sharing liability for 184 surgery and other medical procedures. Cost savings may

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185	additionally include amounts payable to an enrollee or
186	beneficiary as follows may be:
187	a. Credited to the enrollee's flexible spending account;
188	b. Credited to the enrollee's health savings account;
189	c. Credited to the enrollee's health reimbursement
190	account; or
191	d. Paid as additional health plan reimbursements not
192	exceeding the amount of the enrollee's out-of-pocket medical
193	expenses.
194	4. The entity, in conjunction with the department, to
195	provide an educational campaign for enrollees to learn about the
196	services offered by the entity.
197	Section 3. Section 110.12306, Florida Statutes, is created
198	to read:
199	110.12306 Anti-fraud investigative units
200	(1) As used in this section, the term "designated anti-
201	fraud unit" means a distinct unit within the Division of State
202	Group Insurance which is made up of employees whose principal
203	responsibilities are the investigation and disposition of claims
204	and who are also assigned to investigate fraud.
205	(2) By December 31, 2022, the division:
206	(a)1. Shall establish and maintain a designated anti-fraud
207	unit to investigate and report possible fraudulent insurance
208	acts by insureds, persons making claims for services against the

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209	State Employees Health Insurance Trust Fund, or vendors under
210	contract with the division.
211	2. May contract with other entities to investigate and
212	report possible fraudulent insurance acts by insureds, persons
213	making claims for services against the State Employees Health
214	Insurance Trust Fund, or vendors under contract with the
215	division.
216	(b) Shall adopt an anti-fraud plan.
217	(c) Shall designate staff with the primary responsibility
218	of implementing the requirements of this section.
219	Section 4. Section 110.12313, Florida Statutes, is created
220	to read:
221	110.12313 Enrollment for eligible former employeesAn
222	eligible former employee may obtain health insurance coverage
223	under s. 110.123, and enroll in the state group insurance
224	program at any time within 24 months after his or her separation
225	from employment. The options provided to an eligible former
226	employee must be the same health insurance coverage and premium
227	payment conditions provided to covered retirees, except for life
228	insurance and flexible spending account plans.
229	Section 5. Subsection (3) of section 110.1239, Florida
230	Statutes, is amended to read:
231	110.1239 State group health insurance program fundingIt
232	is the intent of the Legislature that the state group health
233	insurance program be managed, administered, operated, and funded
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in such a manner as to maximize the protection of state employee health insurance benefits. Inherent in this intent is the recognition that the health insurance liabilities attributable to the benefits offered state employees should be fairly, orderly, and equitably funded. Accordingly:

239 (3) For purposes of funding, any additional appropriation 240 amounts allocated to the state group health insurance program by 241 the Legislature shall be considered as a state contribution and 242 thus an increase in the state premiums.

243 Section 6. (1) The following rules are ratified for the 244 sole and exclusive purpose of satisfying any condition on effectiveness imposed under s. 110.123(3)(h)2.d., Florida 245 Statutes: Rules 60P-1.003, 60P-2.002, and 60P-2.003, Florida 246 247 Administrative Code, titled "Definitions," "Eligibility and Enrollment," and "Changes in Coverage," respectively, as filed 248 249 for adoption with the Department of State pursuant to the 250 certification packages dated October 1, 2019, and November 4, 251 2021.

(2) This act may not be codified in the Florida Statutes.
 After this act becomes law, its enactment and effective dates
 shall be noted in the Florida Administrative Code or the Florida
 Administrative Register, or both, as appropriate. This act does
 not alter rulemaking authority delegated by prior law; provided
 any amendment to a rule ratified pursuant to this act which
 would modify the designated geographical areas for use in

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259	procurements of Health Maintenance Organization services before
260	January 1, 2024, would require ratification by the Legislature
261	before taking effect. This act does not constitute legislative
262	preemption of or exception to any provision of law governing
263	adoption or enforcement of the rules cited, and is intended to
264	preserve the status of any cited rule as a rule under chapter
265	120, Florida Statutes. This act does not cure any rulemaking
266	defect or preempt any challenge based on lack of authority or a
267	violation of the legal requirements governing the adoption of
268	any rule cited.
269	(3) This section shall take effect upon becoming a law.
270	Section 7. Except as otherwise expressly provided in this
271	act and except for this section, which shall take effect upon
272	this act becoming a law, this act shall take effect July 1,
212	this act becoming a law, this act shall take circet bury i,
272	2022.
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273 274	
273 274 275	2022.
273 274 275 276	2022. TITLE AMENDMENT
273 274 275 276 277	2022. TITLE AMENDMENT Remove everything before the enacting clause and insert:
273 274 275 276 277 278	2022. TITLE AMENDMENT Remove everything before the enacting clause and insert: A bill to be entitled
273 274 275 276 277 278 279	2022. TITLE AMENDMENT Remove everything before the enacting clause and insert: A bill to be entitled An act relating to the state group insurance program;
273 274 275 276 277 278 279 280	2022. TITLE AMENDMENT Remove everything before the enacting clause and insert: A bill to be entitled An act relating to the state group insurance program; amending s. 110.123, F.S.; providing and revising
273 274 275 276 277 278 279 280 281	2022. TITLE AMENDMENT Remove everything before the enacting clause and insert: A bill to be entitled An act relating to the state group insurance program; amending s. 110.123, F.S.; providing and revising definitions; authorizing eligible former employees to
273 274 275 276 277 278 279 280 281 282 283	2022. TITLE AMENDMENT Remove everything before the enacting clause and insert: A bill to be entitled An act relating to the state group insurance program; amending s. 110.123, F.S.; providing and revising definitions; authorizing eligible former employees to participate in the state group insurance program; removing certain benefit levels for certain health
273 274 275 276 277 278 279 280 281 282 283	2022. TITLE AMENDMENT Remove everything before the enacting clause and insert: A bill to be entitled An act relating to the state group insurance program; amending s. 110.123, F.S.; providing and revising definitions; authorizing eligible former employees to participate in the state group insurance program;

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284 plans; conforming provisions to changes made by the 285 act; conforming cross-references; amending s. 286 110.12303, F.S.; requiring cost savings to an enrollee 287 to include a specified waiver, unless prohibited under 288 certain tax laws; revising what may be included in 289 cost savings; creating s. 110.12306, F.S.; defining 290 the term "designated anti-fraud unit"; requiring the 291 Division of State Group Insurance to establish and 292 maintain, or contract with other entities to establish 293 and maintain, a designated anti-fraud unit for certain 294 purposes, to adopt an anti-fraud plan, and to 295 designate staff with certain responsibilities by a 296 specified date; creating s. 110.12313, F.S.; 297 specifying that eligible former employees may obtain 298 certain health insurance coverage within a specified 299 time after their separation from employment; providing 300 requirements for certain health insurance coverage 301 options; amending s. 110.1239, F.S.; removing language 302 that certain additional appropriations are considered 303 a state contribution, which result in an increase in 304 the state premium; ratifying specified rules of the 305 Florida Administrative Code relating to health 306 maintenance organization plan regions; providing 307 construction; providing effective dates.

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