By Senator DiCeglie

18-00468-26 2026854

A bill to be entitled

An act relating to small independent special fire control districts; amending s. 110.1228, F.S.; defining the term "small independent special fire control district"; authorizing the governing body of a small independent special fire control district to apply for participation in the state group health insurance and prescription drug programs; revising eligibility requirements to include such districts; requiring the Department of Management Services to conduct a certain actuarial analysis; requiring that such analysis be paid for by the small independent special fire control district; providing that if such a district issued a request for proposals within a specified timeframe, such request satisfies specified requirements; requiring the department to conduct an actuarial analysis by a specified date under certain conditions; providing an effective date.

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Be It Enacted by the Legislature of the State of Florida:

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Section 1. Section 110.1228, Florida Statutes, is amended to read:

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110.1228 Participation by small counties, small municipalities, and district school boards located in small counties, and small independent special fire control districts.—

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(1) As used in this section, the term:

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(a) "District school board" means a district school board located in a small county or a district school board that

18-00468-26 2026854

receives funding pursuant to s. 1011.62(1)(f).

- (b) "Small county" means a county that has a population of 100,000 or fewer according to the most recent decennial census.
- (c) "Small independent special fire control district" means an independent special fire control district as defined in s.

 191.003 which has fewer than 100 employees and is located within a county in which there is a countywide emergency medical services authority created by special act.
- (d) "Small municipality" means an incorporated municipality that has a population of 12,500 or fewer according to the most recent decennial census.
- (c) "Small county" means a county that has a population of 100,000 or fewer according to the most recent decennial census.
- (2) The governing body of a small county, or small municipality, or a district school board, or small independent special fire control district may apply for participation in the state group health insurance program authorized in s. 110.123 and the prescription drug coverage program authorized by s. 110.12315 by submitting an application along with a \$500 nonrefundable fee to the department.
- (3) Any costs or savings to the state group health insurance program or the prescription drug coverage program resulting from such participation <u>must shall</u> be passed on to the local government participants and their employees. Such costs or savings <u>must shall</u> be delineated based on the impact to the state, state officers and employees, and local government employers and their employees.
- (4) As a prerequisite to the adoption of an ordinance or resolution for participation in the state group health insurance

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18-00468-26 2026854

program and prescription drug coverage program, a small county, small municipality, or district school board, or small independent special fire control district shall issue a request for proposals to provide health insurance and prescription drug coverage. Such request for proposals must shall seek coverages equivalent to those offered currently by the small county, small municipality, or district school board, or small independent special fire control district and coverages equivalent to the state group health insurance program and prescription drug coverage program. Such request for proposals must provide an opportunity for the receipt of competitive proposals from all interested parties without restriction. The small county, small municipality, and district school board, and small independent special fire control district shall review and consider all responsive proposals before prior to the adoption of any ordinance or resolution for participation in the state group health insurance program and prescription drug coverage program.

- (5) If the department determines that a small county, small municipality, or district school board, or small independent special fire control district is eligible to enroll, the small county, small municipality, or district school board, or small independent special fire control district must agree to the following terms and conditions:
- (a) The minimum enrollment or contractual period will be 3 years.
- (b) The small county, small municipality, or district school board, or small independent special fire control district must pay to the department an initial administrative fee of not less than \$2.61 per enrollee per month, or such other amount

18-00468-26 2026854

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 small independent special fire control district requires written notice 1 year before the termination date.
- (d) If participation is terminated, a small county, small municipality, or district school board, or small independent special fire control district may not reapply for participation for a period of 2 years.
- (e) Small counties, small municipalities, and district school boards, and small independent special fire control districts shall reimburse the state for 100 percent of its costs, including administrative costs.
- (f) If a small county, small municipality, or district school board, or small independent special fire control district employer fails to make the payments required by this section to fully reimburse the state, the Department of Revenue or the Department of Financial Services shall, upon the request of the Department of Management Services, deduct the amount owed by the employer from any funds not pledged to bond debt service satisfaction that are to be distributed by it to the small county, small municipality, or district school board, or small independent special fire control district. The amounts so deducted must shall be transferred to the Department of Management Services for further distribution to the trust funds in accordance with this chapter.
- (g) The small county, small municipality, or district school board, or small independent special fire control district

18-00468-26 2026854

shall furnish the department any information requested by the department which the department considers necessary to administer the state group health insurance program and the prescription drug coverage program.

- (h) The small county, small municipality, or district school board, or small independent special fire control district shall adopt the state's eligibility rules.
- (i) The small county, small municipality, or district school board, or small independent special fire control district may not participate in the state's cafeteria plan that allows for pretax treatment of premium contributions. If pretax treatment is desirable for employees of these participating employers, each employee of a participating employer shall execute a salary reduction agreement with that employer, and each participating employer shall establish its own cafeteria plan.
- (j) The small county, small municipality, or district school board, or small independent special fire control district shall pay monthly premiums in amounts sufficient to cover claims costs, department administrative costs, and third-party administrative costs and provide for adequate reserves and cash flow by contributing 3 months' premiums and costs in advance of the coverage effective date.
- (6) If a small independent special fire control district elects to participate in the state group health insurance program authorized in s. 110.123 and the prescription drug program authorized by s. 110.12315, the department must conduct an actuarial analysis to determine the small independent special fire control district's health insurance premiums. Such analysis

18-00468-26 2026854

must be paid for by the small independent special fire control district.

(7) The provisions of ss. 624.436-624.446 do not apply to the State Group Insurance Program or to this section.

Section 2. Due to the potential cost savings to small independent special fire control districts which may be realized if such districts participate in open enrollment for the 2026-2027 fiscal year for the state group health insurance and prescription drug programs, a request for proposals to provide health insurance and prescription drug coverage issued by such district no more than 1 year before the effective date of this act, satisfies the requirements of s. 110.1228(4), Florida Statutes, for such district.

Section 3. To allow small independent special fire control districts to participate in the 2026-2027 fiscal year open enrollment for the state group health insurance program and prescription drug program, the Department of Management Services must conduct the applicable actuarial analysis for an eligible small independent special fire control district no later than June 1, 2026, if such district notifies the department of its choice to participate in the programs no later than May 5, 2026.

Section 4. This act shall take effect May 1, 2026.