ARKANSAS SENATE

90th General Assembly - Regular Session, 2015 Amendment Form

Subtitle of Senate Bill No. 824

TO CLARIFY THE PROCEDURE FOR STATE CONTRIBUTIONS TO THE STATE AND PUBLIC SCHOOL LIFE AND HEALTH INSURANCE PROGRAM ON BEHALF OF STATE EMPLOYEES.

Amendment No. 1 to Senate Bill No. 824

Amend Senate Bill No. 824 as originally introduced:

Delete the title in its entirety and substitute: "AN ACT TO CLARIFY THE PROCEDURE FOR STATE CONTRIBUTIONS TO THE STATE AND PUBLIC SCHOOL LIFE AND HEALTH INSURANCE PROGRAM ON BEHALF OF STATE EMPLOYEES; TO EXTEND THE STATE AND PUBLIC SCHOOL LIFE AND HEALTH INSURANCE PROGRAM LEGISLATIVE TASK FORCE; AND FOR OTHER PURPOSES.

AND

Delete the subtitle in its entirety and substitute:

"TO CLARIFY THE PROCEDURE FOR STATE CONTRIBUTIONS TO THE STATE AND PUBLIC SCHOOL LIFE AND HEALTH INSURANCE PROGRAM; AND TO EXTEND THE STATE AND PUBLIC SCHOOL LIFE AND HEALTH INSURANCE PROGRAM LEGISLATIVE TASK FORCE."

AND

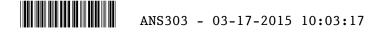
Page 1, delete line 33, and substitute the following: "life and health <u>insurance benefits</u> for state employees <u>and retirees</u> participating in the program."

AND

Page 2, delete line 1, and substitute the following: "the Chief Fiscal Officer of the State.

SECTION 2. Identical uncodified Acts 2013 (lst Ex. Sess.), Nos. 3 and 6, § 3, is amended to read as follows:

SECTION 3. TEMPORARY LANGUAGE. DO NOT CODIFY. State and Public School Life and Health Insurance Program Legislative Task Force - Creation -



Membership - Duties. There is created the State and Public School Life and Health (a) Insurance Program Legislative Task Force. (b)(1) The task force shall consist of the following twelve (12) members: (A) The Chair of the House Committee on Education or the chair's designee; The Chair of the Senate Committee on Education or the (B) chair's designee; (C) The Chair of the House Committee on Insurance and Commerce or the chair's designee; The Chair of the Senate Committee on Insurance and (D) Commerce or the chair's designee; (E) Four (4) Senators senators appointed by the President Pro Tempore of the Senate; and Four (4) Representatives members of the House of (F) Representatives appointed by the Speaker of the House of Representatives. (2) If a vacancy occurs on the task force, the vacancy shall be filled by the same process as the original appointment. (3) Legislative members of the task force shall be paid per diem and mileage as authorized by law for attendance at meetings of interim committees of the General Assembly. (c)(1) The Chair of the Senate Committee on Education or the chair's designee shall call the first meeting of the task force within thirty (30) days of the effective date of this act and shall serve as chair of the task force at the first meeting. (2) At the first meeting of the task force, the members of the task force shall elect from its membership a chair and other officers as needed for the transaction of its business. (3)(A) The task force shall conduct its meetings in Pulaski County at the State Capitol Building or another site with teleconferencing capabilities. (B) Meetings of the task force shall be held at least one (1) time every two (2) months but may occur more often at the call of the chair. (4) The task force shall establish rules and procedures for conducting its business. (5)(A) A majority of the members of the task force shall constitute a quorum for transacting business of the task force. (B) No action may be taken by the task force except by a majority vote at a meeting at which a quorum is present. (6) The Bureau of Legislative Research shall provide staff for the task force. (d) The purpose of the task force is to: (1) Develop an implementation plan for the State and Public School Life and Health Insurance Program that will allow the program to operate on an actuarially sound basis while ensuring a high-quality, low-cost program of insurance for state employees, state employee retirees, public school employees, and public school employee retirees; (2) Increase public awareness and transparency of the: (A) Program, including plan options available under the program; and

(B) Governance and operation of the program; and(3) Develop a legislative framework that will promote the actuarial soundness and stability of the program.

(e) To meet the goals of the task force, the task force shall:

(1) Study all aspects of the state and public school life and health insurance program for the purpose of recommending changes that will ensure the financial stability of the program while offering participants affordable healthcare coverage, including without limitation:

(A) Researching current insurance concepts, market conditions, regulatory issues, the effects of the Patient Protection and Affordable Care Act, Pub. L. No. 111-148, and best practices from other states;

(B) Exploring:

(i) Cost-containment measures and funding options for plan options offered under the program;

(ii) Ways to promote competition among vendors and the offering of competitive health insurance plan options that include quality-of-care delivery, portability, and accessible and affordable healthcare health care; and

(iii) The role that <u>the</u> current structure of the program, and plan options under the program, have historically contributed to the volatility of the system;

(B)(C) Reviewing state statutes that may be barriers to the overall actuarial soundness and stability of the program;

(C)(D) Preparing a comprehensive analysis of recommended health insurance plan options to be offered under the program; and

(D)(E) Evaluating the governance and structure of the State and Public School Life and Health Insurance Board;

(2) If the task force determines necessary, contract with consultants to assist the task force with the study;

(3) On or before June 30, 2014, file with the Speaker of the House of Representatives and the President Pro Tempore of the Senate a written, preliminary report of the task force's activities, findings, and recommendations; and

(4) On or before June 29, 2015, file with the Speaker of the House of Representatives and the President Pro Tempore of the Senate a written, final report of the task force's activities, findings, and recommendations.

(f) The task force expires June 30, 2015 June 30, 2016, or before if the task force decides it has met the goals of the task force under subsection (e) of this section."

Secretary