

General Assembly

Amendment

January Session, 2009

LCO No. 8592

HB0658208592SR0

Offered by:

SEN. MCKINNEY, 28th Dist.

SEN. DEBICELLA, 21st Dist.

SEN. FASANO, 34th Dist.

SEN. KANE, 32nd Dist.

SEN. BOUCHER, 26th Dist.

SEN. GUGLIELMO, 35th Dist.

SEN. WITKOS, 8th Dist.

SEN. KISSEL, 7th Dist.

SEN. FRANTZ, 36th Dist.

SEN. CALIGIURI, 16th Dist.

SEN. MCLACHLAN, 24th Dist.

To: Subst. House Bill No. **6582** File No. 995 Cal. No. 675

"AN ACT ESTABLISHING THE CONNECTICUT HEALTHCARE PARTNERSHIP."

- 1 Strike sections 4 and 5 in their entirety and insert the following in
- 2 lieu thereof:
- 3 "Sec. 4. (NEW) (Effective July 1, 2009) (a) Nonstate public employers
- 4 may join the state employee plan in accordance with this subsection.
- 5 (1) Notwithstanding any provision of the general statutes, initial
- 6 participation in the state employee plan by a nonstate public employer
- 7 shall be a permissive subject of collective bargaining and shall be
- 8 subject to binding interest arbitration only if the collective bargaining
- 9 agent and the employer mutually agree to bargain over such initial 10 participation. Such mutual agreement shall be in writing and signed by
- participation. Such mutual agreement shall be in writing and signed by
- 11 authorized representatives of the collective bargaining agent and the

12 employer. Continuation in the state employee plan, after initial 13 participation, shall be a mandatory subject of bargaining and shall be 14 subject to binding interest arbitration in accordance with the same 15 procedures and standards that apply to any other mandatory subject 16 of bargaining pursuant to chapters 68, 113 and 166 of the general 17 statutes. For purposes of this section, a board of education and a 18 municipality shall be considered separate employers and shall submit 19 separate applications.

- (2) For a nonstate public employer that submits an application for coverage under the state employee plan, the Comptroller shall forward such application to a health care actuary not later than five business days after receiving such application. Such actuary may, not later than sixty days after receiving such application, certify to the Comptroller that the application will shift a significantly disproportional part of such employer's employees' medical risks to the state employee plan, and shall provide, in writing, the specific reasons for its finding, including a summary of all information relied upon in making such a finding. If the Comptroller receives such certification, the Comptroller shall not provide coverage to such employer and shall provide written notification and the specific reasons for such denial to such employer and the Health Care Cost Containment Committee. If the Comptroller does not receive such certification, the Comptroller shall accept such application for the next open enrollment. The Comptroller shall provide written notification to such employer of such acceptance and the date on which such coverage shall begin.
- (3) The Comptroller shall consult with a health care actuary who shall develop actuarial standards to be used to assess the shift in medical risks of an employer's employees to the state employee plan. The Comptroller shall present such standards to the Health Care Cost Containment Committee for its review and evaluation prior to the use of such standards.
- 43 (b) Municipal-related employers, small employers and nonprofit 44 employers may join the state employee plan in accordance with this

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(1) For a municipal-related employer, small employer or nonprofit employer that submits an application for coverage under the state employee plan, the Comptroller shall forward such application to a health care actuary not later than five business days after receiving such application. Such actuary may, not later than sixty days after receiving such application, certify to the Comptroller that the application will shift a significantly disproportional part of such employer's employees' medical risks to the state employee plan, and shall provide, in writing, the specific reasons for its finding, including a summary of all information relied upon in making such a finding. If the Comptroller receives such certification, the Comptroller shall not provide coverage to such employer and shall provide written notification and the specific reasons for such denial to such employer and the Health Care Cost Containment Committee. If the Comptroller receives such certification, the Comptroller shall not provide coverage to such employer. If the Comptroller does not receive such certification, the Comptroller shall accept such application for the next open enrollment. The Comptroller shall provide written notification to such employer of such acceptance and the date on which such coverage shall begin.

- (2) The Comptroller shall consult with a health care actuary who shall develop actuarial standards to be used to assess the shift in medical risks of an employer's employees to the state employee plan. The Comptroller shall present such standards to the Health Care Cost Containment Committee for its review and evaluation prior to the use of such standards.
- (c) The Comptroller may adopt regulations, in accordance with chapter 54 of the general statutes, to establish the procedures and criteria for any reviews or evaluations performed by the Health Care Cost Containment Committee pursuant to subdivision (3) of subsection (a) of this section, subdivision (2) of subsection (b) of this section and subdivision (2) of subsection 5 of this act.

(e) Notwithstanding any provision of the general statutes, the state employee plan shall not be deemed (1) an unauthorized insurer, or (2) a multiple employer welfare arrangement.

- Sec. 5. (NEW) (*Effective July 1, 2009*) (a) Employers eligible to seek coverage for their employees under the state employee plan, pursuant to sections 3 and 4 of this act, may seek such coverage for their retirees in accordance with this section. Premium payments for such coverage shall be remitted by the employer to the Comptroller in accordance with section 6 of this act.
- (b) (1) If an employer seeks coverage for such employer's retirees in accordance with this section, the Comptroller shall forward such application to a health care actuary not later than five business days after receiving such application. Such actuary may, not later than sixty days after receiving such application, certify to the Comptroller that, with respect to such retirees, the application will shift a significantly disproportional part of an employer's retirees' medical risks to the state employee plan, and shall provide in writing the specific reasons for its finding, including a summary of all information relied upon in making such a finding. If the Comptroller receives such certification, the Comptroller shall not provide coverage to such employer for such employer's retirees and shall provide written notification and the specific reasons for such denial to such employer and the Health Care Cost Containment Committee. If the Comptroller does not receive such certification, the Comptroller shall accept such application for the next open enrollment. The Comptroller shall provide written notification to such employer of such acceptance and the date on which such coverage shall begin.
- (2) The Comptroller shall consult with a health care actuary who shall develop actuarial standards to be used to assess the shift in medical risks of an employer's retirees to the state employee plan. The Comptroller shall present such standards to the Health Care Cost Containment Committee for its review and evaluation prior to the use of such standards.

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111 (c) Nothing in sections 2 to 7, inclusive, of this act shall diminish any 112 right to retiree health insurance pursuant to a collective bargaining 113 agreement or any other provision of the general statutes."