

Reprinted

FILED MAR 06 1992

SENATE FILE 2307

BY COMMITTEE ON COMMERCE

(App. with (p. 642))

(SUCCESSOR TO SF 2188)

Passed Senate, Date 3/24/92 (p. 642)

Passed House, Date _____

Vote: Ayes 28 Nays 18

Vote: Ayes _____ Nays _____

Approved _____

A BILL FOR

1 An Act relating to the establishment of an Iowa statewide health
2 insurance plan.

3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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SF 2307

1 Section 1. NEW SECTION. 509C.1 IOWA STATEWIDE HEALTH
2 INSURANCE PLAN ESTABLISHED.

3 The Iowa statewide health insurance plan is established in
4 the insurance division of the department of commerce for the
5 purpose of providing a publicly financed health insurance
6 program to provide comprehensive coverage for necessary health
7 care services for eligible public employees and employers, and
8 other residents of Iowa who choose to participate.

9 Sec. 2. NEW SECTION. 509C.2 DEFINITIONS.

10 1. "Administrator" means the administrator appointed
11 pursuant to section 509C.3.

12 2. "Commissioner" means the commissioner of insurance.

13 3. "Public employee" includes any individual employed by a
14 public employer.

15 4. "Public employer" includes the state of Iowa, its
16 boards, commissions, agencies, departments, and its political
17 subdivisions including but not limited to regents
18 institutions, school districts, cities, counties, and other
19 special purpose districts.

20 Sec. 3. NEW SECTION. 509C.3 ADMINISTRATOR.

21 The governor, subject to senate confirmation, shall appoint
22 an administrator for the plan. The administrator shall
23 perform all duties as required pursuant to this chapter.

24 Sec. 4. NEW SECTION. 509C.4 ADVISORY BOARD ESTABLISHED -
25 - ADMINISTRATION OF PLAN.

26 A twelve-member advisory board is established to administer
27 the Iowa statewide health insurance plan. Eight members of
28 the advisory board shall be voting members and shall be
29 appointed by the governor, subject to confirmation by the
30 senate, to staggered five-year terms. Four members shall be
31 appointed to represent eligible employees and four members
32 shall be appointed to represent employers. The following four
33 persons or their designees shall serve as ex officio,
34 nonvoting members: the director of public health, the
35 director of human services, the director of revenue and

1 finance, and the commissioner of insurance, who shall serve as
2 chairperson of the advisory board.

3 Vacancies on the advisory board shall be filled for the
4 remainder of the term of the original appointment. The
5 members of the advisory board shall elect from its membership
6 a vice chairperson and other officers as deemed necessary by
7 the advisory board. The members of the advisory board shall
8 receive reimbursement for actual and necessary expenses while
9 engaged in their official duties. Voting members may also be
10 eligible to receive compensation as provided in section 7E.6.

11 Sec. 5. NEW SECTION. 509C.5 ADVISORY BOARD DUTIES.

12 The advisory board shall perform all of the following
13 functions related to the Iowa statewide health insurance plan:

14 1. Recommend to the administrator budget and policy
15 guidelines.

16 2. Recommend to the administrator fee or premium
17 schedules.

18 3. Recommend to the administrator a reimbursement system
19 to be used by the plan giving priority to a system or measure
20 which includes effective cost containment provisions.

21 4. Review and recommend to the administrator changes in
22 the coverage offered by the Iowa statewide health insurance
23 plan.

24 5. Review and recommend to the administrator the most
25 effective methods of providing comprehensive health services
26 to public employees and other residents of this state.

27 6. Annually report to the general assembly and the
28 governor regarding the activities of the advisory board and
29 recommend changes in insurance and health care law necessary
30 to improve access to health care in Iowa.

31 7. Disseminate information to health care providers and to
32 public employees and employers, and other residents of this
33 state concerning the Iowa statewide health insurance plan.

34 8. Review and evaluate the operational aspects of the Iowa
35 statewide health insurance plan including, but not limited to,

1 adequacy and quality of services provided under the plan, the
2 cost of each service, and the effectiveness of the plan's cost
3 containment provisions.

4 9. Recommend to the administrator standards and procedures
5 for negotiating and entering into contracts with providers of
6 health care services, insurers, and service companies.

7 10. Develop and recommend to the administrator a
8 comprehensive plan of operation.

9 11. Monitor and recommend to the administrator policies to
10 address health care personnel shortages.

11 12. Recommend to the administrator programs intended to
12 prevent injury and illness and to increase the consumer skills
13 of covered persons.

14 Sec. 6. NEW SECTION. 509C.6 PARTICIPATION.

15 1. All public employers shall participate and provide
16 coverage under the Iowa statewide health insurance plan to
17 their employees unless the public employer or an employee
18 organization representing public employees demonstrates to the
19 satisfaction of the administrator that comparable coverage can
20 otherwise be provided to public employees at a lower cost.

21 2. An employer in this state may give notice to the
22 administrator of the employer's intent to participate in the
23 plan. The administrator, upon receiving the notice of intent,
24 shall make a determination as to whether the administrator can
25 provide coverage for the employer's employees at a cost
26 acceptable to the employer. The administrator shall notify
27 the employer of the determination made and the employer shall
28 in turn notify the administrator within thirty days after
29 receiving this notification of the employer's decision
30 regarding participation in the plan.

31 3. Subject to the terms of an existing collective
32 bargaining agreement, if applicable, a nonpublic employer may
33 participate in the plan. Notice of intent to participate
34 shall be given to the administrator at least ninety days prior
35 to the date on which participation in the Iowa statewide

1 health insurance plan is to commence. The administrator, upon
2 receiving the notice of intent, shall make a determination as
3 to whether the administrator can provide coverage for the
4 employees at a cost acceptable to the employer and consistent
5 with an existing collective bargaining agreement.

6 4. Any other individual may participate in the plan after
7 making application to the administrator and subject to
8 acceptance by the administrator and agreement on the terms and
9 conditions of participation.

10 5. Initial participation in the plan shall be for a
11 minimum period of two years. Participation shall continue
12 unless the employer, employee organization, employee, or
13 individual provides notice to the administrator of an intent
14 to withdraw at least ninety days prior to the expiration of
15 the agreed upon participation period. A person withdrawing
16 from participation in the plan is ineligible to participate in
17 the plan for the two-year period which commences on the date
18 participation ends as a result of the withdrawal.

19 6. The commissioner shall adopt rules governing entry into
20 the plan and the form of application to be made to the
21 administrator by employers, employee organizations, employees,
22 and individuals.

23 7. The insurance division and the department of human
24 services shall adopt rules pursuant to chapter 17A relating to
25 providing coverage under the Iowa statewide health insurance
26 plan to persons eligible to receive medical assistance under
27 chapter 249A. Coverage under the plan shall be provided if it
28 is determined coverage under the plan is less costly than
29 current coverage provided pursuant to chapter 249A and that
30 there will be no loss of federal funds as a result of
31 providing such plan coverage. The division and the department
32 shall seek any necessary waivers of federal law to implement
33 this subsection.

34 Sec. 7. NEW SECTION. 509C.7 COVERAGE.

35 The administrator shall determine the benefits to be

1 included in the Iowa statewide health insurance plan. The
2 plan shall include hospital, medical, and dental coverage
3 which is determined to be cost-effective by the administrator
4 and is requested by persons participating under the plan.
5 Health maintenance organization options and other delivery
6 system options shall be provided if the administrator
7 determines that they are available, cost-effective, and
8 capable of servicing all persons covered by the plan.
9 Participation in optional benefit coverages may be included
10 pursuant to a collective bargaining agreement or upon the
11 request of other persons covered under the plan subject to
12 acceptance by the administrator and agreement on the terms and
13 conditions related to such optional benefit coverages.

14 Sec. 8. NEW SECTION. 509C.8 RATES.

15 The administrator shall establish the premium rate to be
16 charged for coverage provided under the Iowa statewide health
17 insurance plan. The proportion of any premium to be paid by
18 an employer and an employee is subject to collective
19 bargaining or personnel policies, as applicable. The
20 administrator shall assess and each responsible party shall
21 pay the amount due to provide coverage under the plan.

22 Sec. 9. NEW SECTION. 509C.9 INSURANCE TRUST FUND.

23 A health insurance trust fund is established in the office
24 of the treasurer of state under the control of the
25 administrator. The administrator shall pay to the treasurer
26 of state all premiums collected pursuant to section 509C.7 for
27 deposit into the health insurance trust fund. The moneys
28 shall be held by the treasurer of state, subject at all times
29 to the warrant of the department of revenue and finance, drawn
30 upon written requisition of the administrator, for the payment
31 of insurance premiums, approved claims, refunds,
32 administrative costs, and other related costs associated with
33 the Iowa statewide health insurance plan.

34 EXPLANATION

35 This bill establishes an Iowa statewide health insurance

1 plan as new chapter 509C. All public employers and employees
2 are required to participate in the plan unless they can show
3 that similar coverage can be obtained at a lower cost from an
4 alternative provider. The plan is to be administered by an
5 administrator appointed by the governor, subject to senate
6 confirmation. An advisory board is established to make
7 recommendations concerning administration of the plan and
8 improving availability of cost-effective health care to
9 Iowans. The plan is to be open to any citizen or employer in
10 this state.

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SENATE FILE 2307
FISCAL NOTE

A fiscal note for Senate File 2307 is hereby submitted pursuant to Joint Rule 17. Data used in developing this fiscal note is available from the Legislative Fiscal Bureau to members of the Legislature upon request.

Senate File 2307 establishes an Iowa Statewide Health Insurance Plan in the Insurance Division of the Department of Commerce. All public employers and employees are required to participate in the Plan unless similar coverage can be obtained at a lower cost from an alternative provider. Nonpublic employees and individuals may participate in the Plan, subject to acceptance by the Administrator of the Plan.

An Administrator of the Plan is appointed by the Governor, subject to Senate confirmation. The Administrator is responsible for establishing the rate to be charged for coverage in the Plan and for determining benefits to be included in the Plan. A twelve-member Advisory Committee is established to perform various functions as outlined in the bill.

A Health Insurance Trust Fund is established in the Office of the Treasurer of the State under the control of the Administrator. Premiums collected for the Iowa Statewide Health Insurance Plan are to be deposited into the Fund and costs associated with the Plan are to be paid out of the Fund.

FISCAL IMPACT

The fiscal impact of SF 2307 cannot be determined due to several factors not included in the bill. These factors include scope of benefits, a fee schedule to establish payment levels to providers, enrollment rules, quality of care review mechanisms, employer and employee share of premium, etc.

Sources: Department of Personnel
Department of Human Services
League of Iowa Municipalities
Department of Revenue and Finance

(LSB 5214sv, PNS)

FILED MARCH 23, 1992

BY DENNIS PROUTY, FISCAL DIRECTOR

SENATE FILE 2307

S-5286

- 1 Amend Senate File 2307 as follows:
2 1. Page 5, by inserting after line 33, the
3 following:
4 "Sec. ____ . APPLICABILITY AND IMPLEMENTATION.
5 1. This Act shall apply as follows:
6 a. Participation by state employees represented by
7 an employee organization shall commence on the
8 effective date of any contract negotiated on or after
9 July 1, 1992, pursuant to the terms of such contract.
10 b. Participation by all other public employees
11 represented by an employee organization and required
12 to participate in the plan shall commence on the
13 effective date of any contract negotiated on or after
14 July 1, 1993, pursuant to the terms of such contract.
15 c. Participation by all other public employees
16 shall commence on July 1, 1993.
17 d. Participation by all other individuals shall be
18 allowed beginning July 1, 1993.
19 2. The advisory board established under this Act
20 shall immediately begin an assessment of health care
21 coverage options and the collection of other data
22 necessary to implement the provisions of this Act."
23 2. Title page, line 2, by inserting after the
24 word "plan" the following: "and providing for the
25 applicability of the Act".
26 3. Renumber as necessary.

By RICHARD VARN

S-5286 FILED MARCH 18, 1992

Adopted 3/24 (p. 942)

1 Section 1. NEW SECTION. 509C.1 IOWA STATEWIDE HEALTH
2 INSURANCE PLAN ESTABLISHED.

3 The Iowa statewide health insurance plan is established in
4 the insurance division of the department of commerce for the
5 purpose of providing a publicly financed health insurance
6 program to provide comprehensive coverage for necessary health
7 care services for eligible public employees and employers, and
8 other residents of Iowa who choose to participate.

9 Sec. 2. NEW SECTION. 509C.2 DEFINITIONS.

10 1. "Administrator" means the administrator appointed
11 pursuant to section 509C.3.

12 2. "Commissioner" means the commissioner of insurance.

13 3. "Public employee" includes any individual employed by a
14 public employer.

15 4. "Public employer" includes the state of Iowa, its
16 boards, commissions, agencies, departments, and its political
17 subdivisions including but not limited to regents
18 institutions, school districts, cities, counties, and other
19 special purpose districts.

20 Sec. 3. NEW SECTION. 509C.3 ADMINISTRATOR.

21 The governor, subject to senate confirmation, shall appoint
22 an administrator for the plan. The administrator shall
23 perform all duties as required pursuant to this chapter.

24 Sec. 4. NEW SECTION. 509C.4 ADVISORY BOARD ESTABLISHED -
25 -ADMINISTRATION OF PLAN.

26 A twelve-member advisory board is established to administer
27 the Iowa statewide health insurance plan. Eight members of
28 the advisory board shall be voting members and shall be
29 appointed by the governor, subject to confirmation by the
30 senate, to staggered five-year terms. Four members shall be
31 appointed to represent eligible employees and four members
32 shall be appointed to represent employers. The following four
33 persons or their designees shall serve as ex officio,
34 nonvoting members: the director of public health, the
35 director of human services, the director of revenue and

1 finance, and the commissioner of insurance, who shall serve as
2 chairperson of the advisory board.

3 Vacancies on the advisory board shall be filled for the
4 remainder of the term of the original appointment. The
5 members of the advisory board shall elect from its membership
6 a vice chairperson and other officers as deemed necessary by
7 the advisory board. The members of the advisory board shall
8 receive reimbursement for actual and necessary expenses while
9 engaged in their official duties. Voting members may also be
10 eligible to receive compensation as provided in section 7E.6.

11 Sec. 5. NEW SECTION. 509C.5 ADVISORY BOARD DUTIES.

12 The advisory board shall perform all of the following
13 functions related to the Iowa statewide health insurance plan:

14 1. Recommend to the administrator budget and policy
15 guidelines.

16 2. Recommend to the administrator fee or premium
17 schedules.

18 3. Recommend to the administrator a reimbursement system
19 to be used by the plan giving priority to a system or measure
20 which includes effective cost containment provisions.

21 4. Review and recommend to the administrator changes in
22 the coverage offered by the Iowa statewide health insurance
23 plan.

24 5. Review and recommend to the administrator the most
25 effective methods of providing comprehensive health services
26 to public employees and other residents of this state.

27 6. Annually report to the general assembly and the
28 governor regarding the activities of the advisory board and
29 recommend changes in insurance and health care law necessary
30 to improve access to health care in Iowa.

31 7. Disseminate information to health care providers and to
32 public employees and employers, and other residents of this
33 state concerning the Iowa statewide health insurance plan.

34 8. Review and evaluate the operational aspects of the Iowa
35 statewide health insurance plan including, but not limited to,

1 adequacy and quality of services provided under the plan, the
2 cost of each service, and the effectiveness of the plan's cost
3 containment provisions.

4 9. Recommend to the administrator standards and procedures
5 for negotiating and entering into contracts with providers of
6 health care services, insurers, and service companies.

7 10. Develop and recommend to the administrator a
8 comprehensive plan of operation.

9 11. Monitor and recommend to the administrator policies to
10 address health care personnel shortages.

11 12. Recommend to the administrator programs intended to
12 prevent injury and illness and to increase the consumer skills
13 of covered persons.

14 Sec. 6. NEW SECTION. 509C.6 PARTICIPATION.

15 1. All public employers shall participate and provide
16 coverage under the Iowa statewide health insurance plan to
17 their employees unless the public employer or an employee
18 organization representing public employees demonstrates to the
19 satisfaction of the administrator that comparable coverage can
20 otherwise be provided to public employees at a lower cost.

21 2. An employer in this state may give notice to the
22 administrator of the employer's intent to participate in the
23 plan. The administrator, upon receiving the notice of intent,
24 shall make a determination as to whether the administrator can
25 provide coverage for the employer's employees at a cost
26 acceptable to the employer. The administrator shall notify
27 the employer of the determination made and the employer shall
28 in turn notify the administrator within thirty days after
29 receiving this notification of the employer's decision
30 regarding participation in the plan.

31 3. Subject to the terms of an existing collective
32 bargaining agreement, if applicable, a nonpublic employer may
33 participate in the plan. Notice of intent to participate
34 shall be given to the administrator at least ninety days prior
35 to the date on which participation in the Iowa statewide

1 health insurance plan is to commence. The administrator, upon
2 receiving the notice of intent, shall make a determination as
3 to whether the administrator can provide coverage for the
4 employees at a cost acceptable to the employer and consistent
5 with an existing collective bargaining agreement.

6 4. Any other individual may participate in the plan after
7 making application to the administrator and subject to
8 acceptance by the administrator and agreement on the terms and
9 conditions of participation.

10 5. Initial participation in the plan shall be for a
11 minimum period of two years. Participation shall continue
12 unless the employer, employee organization, employee, or
13 individual provides notice to the administrator of an intent
14 to withdraw at least ninety days prior to the expiration of
15 the agreed upon participation period. A person withdrawing
16 from participation in the plan is ineligible to participate in
17 the plan for the two-year period which commences on the date
18 participation ends as a result of the withdrawal.

19 6. The commissioner shall adopt rules governing entry into
20 the plan and the form of application to be made to the
21 administrator by employers, employee organizations, employees,
22 and individuals.

23 7. The insurance division and the department of human
24 services shall adopt rules pursuant to chapter 17A relating to
25 providing coverage under the Iowa statewide health insurance
26 plan to persons eligible to receive medical assistance under
27 chapter 249A. Coverage under the plan shall be provided if it
28 is determined coverage under the plan is less costly than
29 current coverage provided pursuant to chapter 249A and that
30 there will be no loss of federal funds as a result of
31 providing such plan coverage. The division and the department
32 shall seek any necessary waivers of federal law to implement
33 this subsection.

34 Sec. 7. NEW SECTION. 509C.7 COVERAGE.

35 The administrator shall determine the benefits to be

1 included in the Iowa statewide health insurance plan. The
2 plan shall include hospital, medical, and dental coverage
3 which is determined to be cost-effective by the administrator
4 and is requested by persons participating under the plan.
5 Health maintenance organization options and other delivery
6 system options shall be provided if the administrator
7 determines that they are available, cost-effective, and
8 capable of servicing all persons covered by the plan.
9 Participation in optional benefit coverages may be included
10 pursuant to a collective bargaining agreement or upon the
11 request of other persons covered under the plan subject to
12 acceptance by the administrator and agreement on the terms and
13 conditions related to such optional benefit coverages.

14 Sec. 8. NEW SECTION. 509C.8 RATES.

15 The administrator shall establish the premium rate to be
16 charged for coverage provided under the Iowa statewide health
17 insurance plan. The proportion of any premium to be paid by
18 an employer and an employee is subject to collective
19 bargaining or personnel policies, as applicable. The
20 administrator shall assess and each responsible party shall
21 pay the amount due to provide coverage under the plan.

22 Sec. 9. NEW SECTION. 509C.9 INSURANCE TRUST FUND.

23 A health insurance trust fund is established in the office
24 of the treasurer of state under the control of the
25 administrator. The administrator shall pay to the treasurer
26 of state all premiums collected pursuant to section 509C.7 for
27 deposit into the health insurance trust fund. The moneys
28 shall be held by the treasurer of state, subject at all times
29 to the warrant of the department of revenue and finance, drawn
30 upon written requisition of the administrator, for the payment
31 of insurance premiums, approved claims, refunds,
32 administrative costs, and other related costs associated with
33 the Iowa statewide health insurance plan.

34 Sec. 10. APPLICABILITY AND IMPLEMENTATION.

35 1. This Act shall apply as follows:

- 1 a. Participation by state employees represented by an
2 employee organization shall commence on the effective date of
3 any contract negotiated on or after July 1, 1992, pursuant to
4 the terms of such contract.
- 5 b. Participation by all other public employees represented
6 by an employee organization and required to participate in the
7 plan shall commence on the effective date of any contract
8 negotiated on or after July 1, 1993, pursuant to the terms of
9 such contract.
- 10 c. Participation by all other public employees shall
11 commence on July 1, 1993.
- 12 d. Participation by all other individuals shall be allowed
13 beginning July 1, 1993.
- 14 2. The advisory board established under this Act shall
15 immediately begin an assessment of health care coverage
16 options and the collection of other data necessary to
17 implement the provisions of this Act.

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SENATE FILE 2307

H-5583

1 Amend Senate File 2307, as amended, passed, and re-
2 printed by the Senate, as follows:

3 1. By striking everything after the enacting
4 clause and inserting the following:

5 "Section 1. NEW SECTION. 509C.1 IOWA HEALTH CARE
6 PURCHASING PLAN ESTABLISHED.

7 The Iowa health care purchasing plan is established
8 in the insurance division of the department of
9 commerce for the purpose of pooling the purchasing
10 power of health care services for public employees and
11 employers.

12 Sec. 2. NEW SECTION. 509C.2 DEFINITIONS.

13 1. "Commissioner" means the commissioner of
14 insurance.

15 2. "Public employee" includes any individual
16 employed by a public employer.

17 3. "Public employer" includes the state of Iowa,
18 its boards, commissions, agencies, departments, and
19 its political subdivisions including but not limited
20 to regents institutions, school districts, cities,
21 counties, and other special purpose districts.

22 Sec. 3. NEW SECTION. 509C.3 ADVISORY BOARD
23 ESTABLISHED -- ADMINISTRATION OF PLAN.

24 A twelve-member advisory board is established to
25 administer the Iowa health care purchasing plan.
26 Eight members of the advisory board shall be voting
27 members and shall be appointed by the governor,
28 subject to confirmation by the senate, to staggered
29 five-year terms. Four members shall be appointed to
30 represent public employees and four members shall be
31 appointed to represent public employers. The
32 following four persons or their designees shall serve
33 as ex officio, nonvoting members: the director of
34 public health, the director of human services, the
35 director of revenue and finance, and the commissioner
36 of insurance, who shall serve as chairperson of the
37 advisory board.

38 Vacancies on the advisory board shall be filled for
39 the remainder of the term of the original appointment.
40 The members of the advisory board shall elect from its
41 membership a vice chairperson and other officers as
42 deemed necessary by the advisory board. The members
43 of the advisory board shall receive reimbursement for
44 actual and necessary expenses while engaged in their
45 official duties. Voting members may also be eligible
46 to receive compensation as provided in section 7E.6.

47 Sec. 4. NEW SECTION. 509C.4 ADVISORY BOARD
48 DUTIES.

49 The advisory board shall perform all of the
50 following functions related to the Iowa health care

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1 purchasing plan:
2 1. Review the feasibility of collectively
3 purchasing health care coverage for all public
4 employees.
5 2. Recommend to the commissioner the most cost-
6 effective methods of providing health care coverage
7 for public employees, including, but not limited to, a
8 health care insurance purchasing cooperative, pooling
9 of the purchasing of health care coverage for all
10 public employees, a publicly managed insurance plan,
11 and other options as identified by the advisory board.
12 Sec. 5. REPORT. The commissioner shall make a
13 written report to the general assembly on or before
14 January 20, 1993, concerning the findings and
15 recommendations of the advisory board."
16 2. Title page, by striking lines 1 and 2 and
17 inserting the following: "An Act relating to the
18 establishment of an Iowa health care purchasing plan."

By COMMITTEE ON HUMAN RESOURCES
HAVERLAND of Polk, Chairperson

H-5583 FILED MARCH 27, 1992

Adopted 4/2 (p. 1047)

HOUSE AMENDMENT TO
SENATE FILE 2307

S-5541

1 Amend Senate File 2307, as amended, passed, and re-
2 printed by the Senate, as follows:

3 1. By striking everything after the enacting
4 clause and inserting the following:

5 "Section 1. NEW SECTION. 509C.1 IOWA HEALTH CARE
6 PURCHASING PLAN ESTABLISHED.

7 The Iowa health care purchasing plan is established
8 in the insurance division of the department of
9 commerce for the purpose of pooling the purchasing
10 power of health care services for public employees and
11 employers.

12 Sec. 2. NEW SECTION. 509C.2 DEFINITIONS.

13 1. "Commissioner" means the commissioner of
14 insurance.

15 2. "Public employee" includes any individual
16 employed by a public employer.

17 3. "Public employer" includes the state of Iowa,
18 its boards, commissions, agencies, departments, and
19 its political subdivisions including but not limited
20 to regents institutions, school districts, cities,
21 counties, and other special purpose districts.

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23 ESTABLISHED -- ADMINISTRATION OF PLAN.

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25 administer the Iowa health care purchasing plan.
26 Eight members of the advisory board shall be voting
27 members and shall be appointed by the governor,
28 subject to confirmation by the senate, to staggered
29 five-year terms. Four members shall be appointed to
30 represent public employees and four members shall be
31 appointed to represent public employers. The
32 following four persons or their designees shall serve
33 as ex officio, nonvoting members: the director of
34 public health, the director of human services, the
35 director of revenue and finance, and the commissioner
36 of insurance, who shall serve as chairperson of the
37 advisory board.

38 Vacancies on the advisory board shall be filled for
39 the remainder of the term of the original appointment.
40 The members of the advisory board shall elect from its
41 membership a vice chairperson and other officers as
42 deemed necessary by the advisory board. The members
43 of the advisory board shall receive reimbursement for
44 actual and necessary expenses while engaged in their
45 official duties. Voting members may also be eligible
46 to receive compensation as provided in section 7E.6.

47 Sec. 4. NEW SECTION. 509C.4 ADVISORY BOARD
48 DUTIES.

49 The advisory board shall perform all of the
50 following functions related to the Iowa health care

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Page 2

1 purchasing plan:
 2 1. Review the feasibility of collectively
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 5 2. Recommend to the commissioner the most cost-
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 8 health care insurance purchasing cooperative, pooling
 9 of the purchasing of health care coverage for all
 10 public employees, a publicly managed insurance plan,
 11 and other options as identified by the advisory board.
 12 Sec. 5. REPORT. The commissioner shall make a
 13 written report to the general assembly on or before
 14 January 20, 1993, concerning the findings and
 15 recommendations of the advisory board."
 16 2. Title page, by striking lines 1 and 2 and
 17 inserting the following: "An Act relating to the
 18 establishment of an Iowa health care purchasing plan."

RECEIVED FROM THE HOUSE

S-5541 FILED APRIL 3, 1992

Senate refused to concur 4/8 (p. 1306)
House insisted 4/16 (p. 1374)