JAN 23 1990

Place On Calendar

HOUSE FILE 2156

BY COMMITTEE ON RULES AND

ADMINISTRATION

(SUCCESSOR TO LSB 7765HC)

(HSG 597)

Passed	House,	Date	e <u>/ 2</u>	16-90 (g. 21	,) Passed	Senate,	Date	
				''/			Nays _	
		Approv	ved					

A BILL FOR

1 An Act relating to membership of members and part-time employees of the general assembly in the state group insurance plan, and providing effective and retroactive applicability dates. 4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

- 1 Section 1. Section 2.40, subsection 1, paragraph d, Code 5042 2 Supplement 1989, is amended to read as follows:
 - 3 d. The premium rate shall be the same as the premium rate
 4 paid by a state employee for the plan selected.
 - 5 A member of the general assembly may elect to become a
 - 6 member of a state group insurance plan. A member of the
 - 7 general assembly may continue membership in a state group
 - 8 insurance plan without reapplication during the member's
 - 9 tenure as a member of consecutive general assemblies. For the
 - 10 purpose of electing to become a member of the state health or
 - 11 medical service group insurance plan, a member of the general
 - 12 assembly has the status of a "new hire", full-time state
 - 13 employee when-the-member-is-initially-eligible following each
 - 14 election of that member in a general or special election, or
 - 15 during the first subsequent annual open enrollment. A member
 - 16 of the general assembly who elects to become a member of a
 - 17 state health or medical group insurance plan shall be exempted
 - 18 from preexisting medical condition waiting periods. A member
 - 19 of the general assembly may change programs or coverage under
 - 20 the state health or medical service group insurance plan
 - 21 during the month of January of odd-numbered years, but program
 - 22 and coverage change selections shall be subject to the
 - 23 enrollment rules established for full-time state employees
 - 24 excluded from collective bargaining as provided in chapter 20.
 - 25 A person who has been a member of the general assembly for two
 - 26 years and who has elected to be a member of a state health or
 - 27 medical group insurance plan may continue to be a member of
 - 28 such state health or medical group insurance plan by
 - 29 requesting continuation in writing to the finance officer
 - 30 within thirty-one days after leaving office. The continuing
 - 31 former member of the general assembly shall pay the total
 - 32 premium and-administrative-costs for the state plan and shall
 - 33 have the same rights to change programs or coverage as state
 - 34 employees.
 - 35 Sec. 2. Section 2.40, subsection 2, Code Supplement 1989,

- 1 is amended to read as follows:
- 2. A part-time employee of the general assembly may elect
- 3 to become a member of a state group insurance plan for
- 4 employees of the state established under chapter 509A subject
- 5 to the following conditions:
- 6 a. The part-time employee shall be eligible for all state
- 7 group insurance plans on the basis of enrollment rules
- 8 established for full-time state employees excluded from
- 9 collective bargaining as provided in chapter 20 and shall have
- 10 the same rights to change programs or coverage as are afforded
- 11 such state employees.
- 12 b. The part-time employee shall pay the total premium and
- 13 administrative-costs for the plan selected through payroll
- 14 deduction.
- 15 c. A part-time employee may continue membership in a state
- 16 group insurance plan without reapplication during the
- 17 employee's employment during consecutive sessions of the
- 18 general assembly. For the purpose of electing to become a
- 19 member of the state health-or-medical-service group insurance
- 20 plan, a part-time employee of the general assembly has the
- 21 status of a "new hire", full-time state employee when the
- 22 employee is initially eligible or during the first subsequent
- 23 enrollment change period.
- 24 d. (1) A part-time employee of the general assembly who
- 25 elects membership in a state health-or-medical group insurance
- 26 plan shall state each year whether the membership is to extend
- 27 through the interim period between consecutive sessions of the
- 28 general assembly.
- 29 (2) If the membership is to extend through the interim
- 30 period the part-time employee shall authorize a-payroll
- 31 deduction-for-the-period-of-session-employment-in-an-amount
- 32 sufficient-to-cover-the-total-annual-premium-and
- 33 administrative-costs-for-the-plan-selected payment of the
- 34 total annual premium through direct payment of the monthly
- 35 premium for the plan selected to the state group insurance

1 plan provider.

- 2 (3) The part-time employee shall notify the finance
- 3 officer within thirty-one days after the conclusion of the
- 4 general assembly whether the person's decision to extend the
- 5 membership through the interim period is confirmed. If-the
- 6 decision-is-rescinded,-appropriate-adjustments-shall-be-made
- 7 for-amounts-withheld-in-advance-to-cover-premium-payments.
- 8 However; -adjustments-shall-not-be-made-for-amounts-withheld-to
- 9 cover-administrative-costs-
- 10 e. A member of a state health-or-medical group insurance
- 11 plan pursuant to this subsection shall have the same rights
- 12 upon final termination of employment as a part-time employee
- 13 as are afforded full-time state employees excluded from
- 14 collective bargaining as provided in chapter 20.
- 15 f. A part-time employee of the general assembly who elects
- 16 membership in a state life insurance plan shall authorize
- 17 payment of the premium through a total of two payments during
- 18 each annual period made to the department of personnel on
- 19 dates prescribed by the department.
- 20 Sec. 3.
- 21 This Act, being deemed of immediate importance, takes
- 22 effect upon enactment, and is retroactively applicable to the
- 23 payments of premiums of part-time employees of the general
- 24 assembly who elected membership in a state group insurance
- 25 plan on or after January 1, 1990.
- 26 EXPLANATION
- 27 The bill provides that a member of the general assembly
- 28 attains the status of "new hire" for the purpose of electing
- 29 to become a member of the state health or medical service
- 30 group insurance plan following each general or special
- 31 election of that member.
- 32 The bill also provides for payment of premiums for a state
- 33 group insurance plan by part-time employees of the general
- 34 assembly through direct payment to the provider.
- 35 The bill also requires that a part-time employee who elects

1 membership in a state life insurance plan authorize payment of 2 the premiums through a total of two payments during each 3 annual period made to the department of personnel on dates 4 prescribed by the department. The bill is effective upon enactment and retroactively 6 applicable to January 1, 1990, for part-time employees of the 7 general assembly.

1-15B 597

RULES AND ADMINISTRATION

NOW

Passed	House,	Date	Passed	Senate,	Date	
Vote:	Ayes	Nays	Vote:	Ayes	Nays	
	A	pproved _				

A BILL FOR																
1	An	Act	rela	atin	ng t	o me	embers	ship	of	memb	ers	and	part-	time	e empl	oyees
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1 Section 1. Section 2.40, subsection 1, paragraph d, Code

- 2 Supplement 1989, is amended to read as follows:
- d. The premium rate shall be the same as the premium rate
- 4 paid by a state employee for the plan selected.
- 5 A member of the general assembly may elect to become a
- 6 member of a state group insurance plan. A member of the
- 7 general assembly may continue membership in a state group
- 8 insurance plan without reapplication during the member's
- 9 tenure as a member of consecutive general assemblies. For the
- 10 purpose of electing to become a member of the state health or
- 11 medical service group insurance plan, a member of the general
- 12 assembly has the status of a "new hire", full-time state
- 13 employee when-the-member-is-initially-eligible following each
- 14 election of that member in a general or special election, or
- 15 during the first subsequent annual open enrollment. Actual
- 16 coverage for a member of the general assembly electing to
- 17 become a member of the state group insurance plan shall begin
- 18 upon administration of the oath of office. A member of the
- 19 general assembly who elects to become a member of a state
- 20 health or medical group insurance plan shall be exempted from
- 21 preexisting medical condition waiting periods. A member of
- 22 the general assembly may change programs or coverage under the
- 23 state health or medical service group insurance plan during
- 24 the month of January of odd-numbered years, but program and
- 25 coverage change selections shall be subject to the enrollment
- 26 rules established for full-time state employees excluded from
- 27 collective bargaining as provided in chapter 20. A person who
- 28 has been a member of the general assembly for two years and
- 29 who has elected to be a member of a state health or medical
- 30 group insurance plan may continue to be a member of such state
- 31 health or medical group insurance plan by requesting
- 32 continuation in writing to the finance officer within thirty-
- 33 one days after leaving office. The continuing former member
- 34 of the general assembly shall pay the total premium and
- 35 administrative-costs for the state plan and shall have the

- 1 same rights to change programs or coverage as state employees.
- 2 Sec. 2. Section 2.40, subsection 2, Code Supplement 1989,
- 3 is amended to read as follows:
- 4 2. A part-time employee of the general assembly may elect
- 5 to become a member of a state group insurance plan for
- 6 employees of the state established under chapter 509A subject
- 7 to the following conditions:
- 8 a. The part-time employee shall be eligible for all state
- 9 group insurance plans on the basis of enrollment rules
- 10 established for full-time state employees excluded from
- 11 collective bargaining as provided in chapter 20 and shall have
- 12 the same rights to change programs or coverage as are afforded
- 13 such state employees.
- 14 b. The part-time employee shall pay the total premium and
- 15 administrative-costs for the plan selected through payroll
- 16 deduction.
- 17 c. A part-time employee may continue membership in a state
- 18 group insurance plan without reapplication during the
- 19 employee's employment during consecutive sessions of the
- 20 general assembly. For the purpose of electing to become a
- 21 member of the state health-or-medical-service group insurance
- 22 plan, a part-time employee of the general assembly has the
- 23 status of a "new hire", full-time state employee when the
- 24 employee is initially eligible or during the first subsequent
- 25 enrollment change period.
- 26 d. (1) A part-time employee of the general assembly who
- 27 elects membership in a state health-or-medical group insurance
- 28 plan shall state each year whether the membership is to extend
- 29 through the interim period between consecutive sessions of the
- 30 general assembly.
- 31 (2) If the membership is to extend through the interim
- 32 period the part-time employee shall authorize a-payroll
- 33 deduction-for-the-period-of-session-employment-in-an-amount
- 34 sufficient-to-cover-the-total-annual-premium-and
- 35 administrative-costs-for-the-plan-selected payment of the

- 1 total annual premium for the plan selected in one of the
- 2 following two ways:
- 3 (a) A payroll deduction for the period of employment of a
- 4 part-time employee in an amount sufficient to cover the total
- 5 annual premium for the plan selected.
- 6 (b) A direct payment of the monthly premium for the plan
- 7 selected to the state group insurance plan provider, if
- 8 acceptable to the provider.
- 9 (3) The part-time employee shall notify the finance
- 10 officer within thirty-one days after the conclusion of the
- 11 general assembly whether the person's decision to extend the
- 12 membership through the interim period is confirmed. If the
- 13 decision is rescinded, appropriate adjustments shall be made
- 14 for amounts withheld in advance to cover premium payments if
- 15 the part-time employee had chosen the payroll deduction option
- 16 of payment of the total annual premium. Howevery-adjustments
- 17 shall-not-be-made-for-amounts-withheld-to-cover-administrative
- 18 costs:
- 19 e. A member of a state health-or-medical group insurance
- 20 plan pursuant to this subsection shall have the same rights
- 21 upon final termination of employment as a part-time employee
- 22 as are afforded full-time state employees excluded from
- 23 collective bargaining as provided in chapter 20.
- f. A part-time employee of the general assembly who elects
- 25 membership in a state life insurance plan shall authorize
- 26 payment of the premium through a total of two payments during
- 27 each annual period made to the department of personnel on
- 28 dates prescribed by the department.
- 29 Sec. 3.
- 30 This Act, being deemed of immediate importance, takes
- 31 effect upon enactment, and is retroactively applicable to the
- 32 payments of premiums of part-time employees of the general
- 33 assembly who elected membership in a state group insurance
- 34 plan on or after January 1, 1990.
- 35 EXPLANATION

The bill provides that a member of the general assembly 2 attains the status of "new hire" for the purpose of electing 3 to become a member of the state health or medical service 4 group insurance plan following each general or special 5 election of that member. Actual coverage for a member of the 6 general assembly electing to become a member of the state 7 group insurance plan begins upon administration of the oath of 8 office or upon the first subsequent annual enrollment. The bill also provides for alternative methods of payment 10 of premiums for a state group insurance plan by part-time 11 employees of the general assembly. 12 If the part-time employee chooses to extend coverage 13 through the interim period between consecutive sessions of the 14 general assembly, the part-time employee may choose one of two 15 payment options: (1) a lump-sum payroll deduction; or (2) a 16 direct monthly payment of a premium, if acceptable, to the 17 provider. The bill also requires that a part-time employee who elects 18 19 membership in a state life insurance plan authorize payment of 20 the premiums through a total of two payments during each 21 annual period made to the department of personnel on dates 22 prescribed by the department. 23 The bill is effective upon enactment and retroactively 24 applicable to January 1, 1990, for part-time employees of the 25 general assembly. 26 27 28 29 30 31 32 33

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