# Second Regular Session Sixty-seventh General Assembly STATE OF COLORADO

# **PREAMENDED**

This Unofficial Version Includes Committee Amendments Not Yet Adopted on Second Reading

LLS NO. 10-0852.01 Kristen Forrestal

**HOUSE BILL 10-1228** 

#### **HOUSE SPONSORSHIP**

Benefield, Ferrandino, Primavera

### SENATE SPONSORSHIP

Hudak,

## **House Committees**

101

102

#### **Senate Committees**

State, Veterans, & Military Affairs Appropriations

# A BILL FOR AN ACT CONCERNING THE RESPONSIBILITY OF THE STATE PERSONNEL DIRECTOR TO REMOVE INELIGIBLE DEPENDENTS FROM GROUP

BENEFIT PLANS, AND MAKING AN APPROPRIATION THEREFOR.

## **Bill Summary**

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at http://www.leg.state.co.us/billsummaries.)

The bill requires the state personnel director to remove an ineligible dependent from a state group health benefit plan by the end of the month in which the dependent ceases to be eligible due to the age of the dependent. Current practice and proposed rules require the employee

to remove the ineligible dependent and the employee's department to verify continuing dependent eligibility.

1 Be it enacted by the General Assembly of the State of Colorado: 2 **SECTION 1.** 24-50-608, Colorado Revised Statutes, is amended 3 BY THE ADDITION OF A NEW SUBSECTION to read: 4 24-50-608. Dependents - eligibility - election of coverage. 5 (4) If a dependent is no longer eligible for coverage because 6 THE DEPENDENT TURNED TWENTY-FIVE YEARS OLD, THE DIRECTOR SHALL 7 REMOVE THE DEPENDENT FROM THE GROUP BENEFIT PLAN BY THE END OF 8 THE MONTH IN WHICH THE DEPENDENT TURNED TWENTY-FIVE YEARS OLD. 9 IF THE DIRECTOR FAILS TO REMOVE THE INELIGIBLE DEPENDENT, THE 10 EMPLOYEE AND THE EMPLOYEE'S DEPARTMENT SHALL NOT BE DIRECTLY 11 FINANCIALLY LIABLE FOR THE PREMIUMS PAID FOR THE DEPENDENT 12 COVERAGE IF NO CLAIMS HAVE BEEN PAID FOR THE INELIGIBLE 13 IF THE DIRECTOR FAILS TO REMOVE THE INELIGIBLE DEPENDENT. 14 DEPENDENT AND A CLAIM HAS BEEN PAID FOR THE INELIGIBLE DEPENDENT, 15 THE EMPLOYEE AND THE EMPLOYEE'S DEPARTMENT SHALL NOT BE 16 DIRECTLY FINANCIALLY LIABLE FOR THE PAID CLAIM. THE COSTS FOR 17 PREMIUMS AND CLAIMS PAID MAY BE PAID FROM THE GROUP BENEFIT 18 PLANS RESERVE FUND ESTABLISHED IN SECTION 24-50-613. 19 SECTION 2. Appropriation. In addition to any other 20 appropriation, there is hereby appropriated, out of any moneys in the 21 group benefit plans reserve fund created in section 24-50-613 (1), 22 Colorado Revised Statutes, not otherwise appropriated, to the department 23 of personnel and administration, for allocation to the division of human 24 resources, employee benefits services, operating expenses, for the fiscal 25 year beginning July 1, 2010, the sum of four thousand four hundred

-2-

1	dollars (\$4,400) cash funds, or so much thereof as may be necessary, for
2	the implementation of this act.
3	SECTION 3. Specified effective date - applicability. This act
4	shall take effect July 1, 2010, and shall apply to group benefit plans
5	issued or renewed on or after said date.
5	<b>SECTION 4. Safety clause.</b> The general assembly hereby finds.
7	determines, and declares that this act is necessary for the immediate
3	preservation of the public peace, health, and safety.

-3-