

IN THE HOUSE OF REPRESENTATIVES

HOUSE BILL NO. 715

BY APPROPRIATIONS COMMITTEE

AN ACT

RELATING TO THE APPROPRIATION TO THE DEPARTMENT OF ADMINISTRATION FOR FISCAL YEAR 2019; APPROPRIATING MONEYS TO THE DEPARTMENT OF ADMINISTRATION FOR FISCAL YEAR 2019; LIMITING THE NUMBER OF AUTHORIZED FULL-TIME EQUIVALENT POSITIONS; PROVIDING FOR A DEDICATED FUND CASH TRANSFER; PROVIDING FOR A GENERAL FUND CASH TRANSFER; DIRECTING INSURANCE PREMIUM HOLIDAYS FOR STATE AGENCIES AND STATE EMPLOYEES; DIRECTING THE ISSUANCE OF A REQUEST FOR PROPOSALS; AND DECLARING AN EMERGENCY.

Be It Enacted by the Legislature of the State of Idaho:

SECTION 1. There is hereby appropriated to the Department of Administration the following amounts to be expended according to the designated programs and expense classes from the listed funds for the period July 1, 2018, through June 30, 2019:

	FOR PERSONNEL COSTS	FOR OPERATING EXPENDITURES	FOR CAPITAL OUTLAY	TOTAL
I. MANAGEMENT SERVICES:				
FROM:				
General				
Fund	\$170,000	\$177,700		\$347,700
Permanent Building				
Fund	141,600	100		141,700
Administration and Accounting Services				
Fund	564,800	111,500		676,300
Federal Surplus Property Revolving				
Fund	19,200			19,200
Employee Group Insurance				
Fund	71,400	100		71,500
Retained Risk				
Fund	51,600			51,600
Administrative Code				
Fund	17,800			17,800
Industrial Special Indemnity				
Fund	<u>23,400</u>	<u>0</u>		<u>23,400</u>
TOTAL	\$1,059,800	\$289,400		\$1,349,200

	FOR	FOR	FOR	
	PERSONNEL	OPERATING	CAPITAL	
	COSTS	EXPENDITURES	OUTLAY	TOTAL
1				
2				
3				
4	II. ADMINISTRATIVE RULES:			
5	FROM:			
6	Administrative Code			
7	Fund	\$261,100	\$185,500	\$446,600
8	III. PUBLIC WORKS:			
9	FROM:			
10	General			
11	Fund		\$1,293,100	\$1,293,100
12	Permanent Building			
13	Fund	\$2,176,900	453,600	\$64,700
14	Administration and Accounting Services			
15	Fund	<u>1,823,300</u>	<u>10,296,300</u>	<u>0</u>
16	TOTAL	\$4,000,200	\$12,043,000	\$64,700
17	IV. PURCHASING:			
18	FROM:			
19	General			
20	Fund	\$612,100		\$612,100
21	Administration and Accounting Services			
22	Fund	1,362,300	\$1,056,600	2,418,900
23	Federal Surplus Property Revolving			
24	Fund	<u>184,000</u>	<u>428,900</u>	<u>612,900</u>
25	TOTAL	\$2,158,400	\$1,485,500	\$3,643,900
26	V. INSURANCE MANAGEMENT:			
27	FROM:			
28	Employee Group Insurance			
29	Fund	\$425,300	\$421,800	\$847,100
30	Retained Risk			
31	Fund	582,600	220,500	\$200,000
32	Industrial Special Indemnity			
33	Fund	<u>192,200</u>	<u>108,200</u>	<u>0</u>
34	TOTAL	\$1,200,100	\$750,500	\$200,000
35	GRAND TOTAL	\$8,679,600	\$14,753,900	\$264,700
				\$23,698,200

1 SECTION 2. FTP AUTHORIZATION. In accordance with Section 67-3519,
2 Idaho Code, the Department of Administration is authorized no more than
3 one hundred thirteen (113.00) full-time equivalent positions at any point
4 during the period July 1, 2018, through June 30, 2019, unless specifically
5 authorized by the Governor. The Joint Finance-Appropriations Committee
6 will be notified promptly of any increased positions so authorized.

7 SECTION 3. CASH TRANSFER. There is hereby appropriated and the State
8 Controller shall transfer \$1,737,500 from the Permanent Building Fund to
9 the Administrative and Accounting Services Fund on July 1, 2018, or as soon
10 thereafter as practicable, for the Public Officials' Capitol Mall Facili-
11 ties payment in the Division of Public Works due in fiscal year 2019.

12 SECTION 4. CASH TRANSFER. There is hereby appropriated and the State
13 Controller shall transfer \$13,140,000 from the continuously appropriated
14 Group Insurance Account in the Department of Administration to the General
15 Fund on July 1, 2018, or as soon thereafter as practicable.

16 SECTION 5. PREMIUM HOLIDAYS. The director of the Department of Admin-
17 istration shall use excess reserves in the continuously appropriated Group
18 Insurance Account in the Department of Administration in fiscal year 2019
19 for two (2) premium holidays for agencies and two (2) premium holidays for
20 the employees. The Office of Group Insurance shall maintain the current
21 health insurance program structure and benefit package for state employees
22 and shall maintain the employer and employee cost-sharing split recommended
23 by the Governor and the Legislature's Joint Change in Employee Compensation
24 Committee for fiscal year 2019.

25 SECTION 6. REQUEST FOR PROPOSALS. Notwithstanding any other provision
26 of law to the contrary, it is the intent of the Legislature that, upon passage
27 and approval of this act, and through June 30, 2019, the Department of Ad-
28 ministration develop a request for proposals (RFP) for the selection of one
29 (1) or more administrators, including, but not limited to, carriers, third-
30 party administrators (TPAs), and/or vendors, to administer an array of em-
31 ployee health care benefit plans that begin on July 1, 2019, with the goal of
32 reducing long-term costs of health care and providing an enhanced insurance
33 program for state employees and their families, as follows:

34 (1) The RFP shall be issued in conformance with the recommendations in
35 the Final Report of the 2017 State Employee Group Insurance and Benefits
36 Legislative Interim Committee (Final Report) and shall consider, but not be
37 limited to, the following:

38 (a) Proposals to use the current hybrid fully insured model or a self-
39 funded model, or both;

40 (b) Proposals to use as many elements of value-based care and other Fi-
41 nal Report recommendations as possible;

42 (c) Proposals that provide administrators with any one or any combina-
43 tion of the recommended programs in the Final Report;

44 (d) Proposals shall not be limited to statewide proposals but, instead,
45 may include those that offer regional plan arrangements and/or other
46 plan arrangements;

1 (e) Proposals that are based on the use of a self-funded model should in-
2 clude an analysis of Chapter 40, Title 41, Idaho Code, and a recommen-
3 dation as to whether the state should exempt itself from the chapter, as
4 the state exempted all counties in 2001, considering costs, flexibil-
5 ity, potential liability, implementation, and other relevant factors.

6 (2) The Legislature, or a committee or working group thereof, may review
7 the results and award of the RFP for compliance, fairness, and thoroughness
8 or in any other manner it deems fit. Based upon that review, the Legisla-
9 ture, or a committee or working group thereof, shall make its recommenda-
10 tions to the Joint Finance-Appropriations Committee and the Idaho Legisla-
11 ture during the First Regular Session of the Sixty-fifth Idaho Legislature.

12 SECTION 7. An emergency existing therefor, which emergency is hereby
13 declared to exist, Section 6 of this act shall be in full force and effect on
14 and after passage and approval.