## SENATE FILE NO. SF0079

Employee group insurance-local governments.

Sponsored by: Senator(s) Rothfuss and Von Flatern and Representative(s) Brown, Gray, Obermueller and Sweeney

## A BILL

for

- 1 AN ACT relating to public employee compensation and benefits;
- 2 specifying that a local government entity may make coverage
- 3 through the state employees' and officials' group insurance
- 4 program available to the officers and employees of the entity;
- 5 making conforming amendments; specifying applicability; and
- 6 providing for an effective date.

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8 Be It Enacted by the Legislature of the State of Wyoming:

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- 10 **Section 1**. W.S. 9-3-201(a), (e), (f) and by creating
- 11 new subsections (q) and (h), 9-3-203(a)(iv), (xvi), by
- 12 creating a new paragraph (xvii) and by renumbering (xvii) as

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13 (xviii), 9-3-210(e) and 9-3-217 are amended to read:

9-3-201. Group prepaid plans authorized; agreements

with insurance companies authorized; limitation on authorized

3 plans and companies; payroll deductions; self-insurance

4 programs; optional local government participation in plan.

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state of Wyoming, and its political 6 (a) The subdivisions boards of cooperative educational services, 7 8 local government entities and school districts may obtain 9 group prepaid plans or insurance for life, health, accident 10 or hospitalization for their employees and for elected officials, except for members of the legislature, and enter 11 12 into agreements with prepaid plans or insurance companies to 13 provide this coverage. Insurance coverage for school district, or board boards of cooperative educational services 14 15 or local government entity employees meeting the definition 16 of employee under W.S. 9-3-203(a)(iv), shall, if elected by the district, or board or local government entity under 17 subsection (e) of this section, be provided through the state 18 19 employees' and officials' group insurance plan in accordance 20 with W.S. 9-3-202 through 9-3-218. Insurance coverage for 21 retired school district, or board of cooperative educational services or local government entity employees shall, if 22 23 elected by the board, or district or local government entity

under subsection (e) of this section and if the retired employee was continuously covered under the board's, or district's or local government entity's insurance plan prior to the election, be provided through the state employees' and officials' group insurance plan in accordance with W.S. 9-3-202 through 9-3-218. If a school district, or board of cooperative educational services or local government entity elects to cease participation in the group insurance plan pursuant to subsection (f) of this section, the election shall apply to retired employees of that board, or district or local government entity who are receiving coverage under this subsection.

(e) Any school district, or board of cooperative educational services or local government entity may elect to participate in the state employees' and officials' group insurance plan by filing notification of election with the department of administration and information on a form and in a manner as prescribed by the department. Participation in the plan for any electing board, or district or local government entity shall commence not less than one hundred twenty (120) days following the date on which the board, or district or local government entity filed notification under

1 this subsection and shall be identical to plans and coverage 2 provided other enrollees under this act. The department shall 3 notify the electing board, or district or local government 4 entity of the date on which the board, or district or local 5 government entity is eligible to participate in the state 6 group insurance plan. An election by a board, or district or local government entity to participate in the state group 7 insurance plan under this subsection is irrevocable for a 8 9 period of five (5) years from the date on which plan 10 participation originally commenced. In addition to all other 11 remedies available to the department, if a district, or board 12 or local government entity withdraws from the state group 13 insurance plan during the period of irrevocability, the 14 department may assess against the withdrawing board, or 15 district or local government entity the amount by which all 16 claims paid on behalf of employees of the board, or district 17 or local government entity exceeds total premiums paid by the board, or district or local government entity and their 18 19 employees. A board, or district or local government entity 20 may renew its initial participation in the state group interruption 21 insurance plan without upon submitting 22 notification of renewal to the department prior to expiration 23 of the initial five (5) year participation period. Renewal of

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1 plan participation shall be irrevocable for an additional

2 period of not less than five (5) years.

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4 (f) Any school district, or board of cooperative 5 educational services or local government entity which has elected to participate in the state employees' and officials' 6 group insurance plan under subsection (e) of this section 7 may, upon expiration of the initial five (5) years of plan 8 participation required under subsection (e) of this section, 9 10 elect to cease participation in the state group insurance plan by filing notification of the election to the department 11 12 on a form and in a manner prescribed by the department. 13 election under this subsection shall prohibit the board, or district or local government entity from participation in the 14 state group insurance plan for a period of five (5) years 15 16 commencing the date plan participation on 17 Participation in the plan for any board, or district or local government entity electing to cease plan participation under 18 19 this subsection shall be discontinued on a date determined by 20 the department in consultation with the board, or district or 21 <u>local government entity</u>, but in no event later than one hundred twenty (120) days following the date on which the 22

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cooperative educational services whose salary is paid by

funds of the district or board, any official or employee of

a local government entity whose salary is paid by the entity

1 or any official or employee of the state of Wyoming whose 2 salary is paid by state funds, including employees and faculty 3 members of the University of Wyoming and various community 4 colleges in the state, except persons employed 5 intermittent, irregular, or less than halftime basis and any at-will contract employee who does not meet the requirements 6 established under W.S. 9-2-1022(a)(xi)(F)(III) or (IV). 7 8 "Employee" shall not include employees of the agricultural extension service of the University of Wyoming who hold 9 10 federal civil service appointments, are required to participate in federal civil service retirement and who elect 11 12 to participate in the federal employees' health benefit 13 program as authorized in W.S. 9-3-210(d); 14 15 (xvi) "Voluntary participating employer" includes 16 a participating board of cooperative educational services, 17 and a participating school district or a participating local 18 government entity; 19 20 (xvii) "Local government entity" means a county or 21 municipality, and any department, agency or instrumentality of a county or a municipality; 22

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1  $\frac{(xvii)}{(xviii)}$  "This act" means W.S. 9-3-202

2 through 9-3-218.

resident contributions.

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9-3-210. Amount of state's contribution; estimates
submitted to state budget officer; specified employees
participation in federal program; participating employer and

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9 (e) A participating school district or participating 10 <u>local government entity</u> shall pay to the department the monthly premium established by the department for coverage of 11 12 each eligible employee or official of that district or 13 participating local government entity electing to become covered by any portion of the group insurance plan. Monthly 14 premiums shall be at minimum no less than rates assessed for 15 16 coverage of other enrollees qualified under W.S. 9-3-203(a)(iv), and shall be based upon information reported 17 by the participating district or local government entity to 18 19 the department, to be in a form and manner prescribed by the 20 department.

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22 9-3-217. Advisory panel; composition; compensation.

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1 The director of the department shall establish an (a) advisory panel consisting of active plan participants 2 3 employed by the state, participating school districts and 4 local government entities, the University of Wyoming and Wyoming community colleges and of retired employees who are 5 plan participants. The panel shall consist of no more than 6 ten (10) members if there are less than five (5) participating 7 8 school districts or local government entities or no more than 9 twelve (12) members if there are at least five (5) 10 participating school districts or local government entities 11 and, insofar as possible, shall proportionally represent the 12 specified employee groups participating in the group health insurance plan. The advisory panel shall be consulted 13 regarding plan benefits and costs. 14 The director of the department shall, upon receiving notification from at least 15 16 five (5) school districts or local government entities 17 electing group insurance plan participation under W.S. 9-3-201(e), appoint two (2) additional advisory panel members 18 19 to increase the advisory panel to twelve (12) members as 20 provided in this section.

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22 (b) State, participating school district, <u>local</u>
23 <u>government entity and</u> university and community college

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1 employee officers and employees who serve as members of the

2 panel shall suffer no loss of wages for the time devoted to

3 attending meetings of the panel called by the department.

4 All members shall be provided per diem and travel expenses

5 incurred for attending such meetings at the rates provided

6 under W.S. 9-3-102 and 9-3-103.

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8 Section 2. Notwithstanding W.S. 9-3-207, an eligible officer or employee of a local government entity electing 9 10 participation in the state employees' and officials' group 11 insurance plan under section 1 of this act shall have 12 thirty-one (31) days from the date the local government entity becomes a participating local government entity and the 13 entity's employees are eligible for participation in the 14 15 state plan, to elect to be enrolled or not be enrolled in the 16 group insurance plan. A participating local government 17 entity's employees shall become eligible on the date

notification is filed under W.S. 9-3-201(e).

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1 **Section 3.** This act is effective immediately upon

2 completion of all acts necessary for a bill to become law as

3 provided by Article 4, Section 8 of the Wyoming Constitution.

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5 (END)