2003 DRAFTING REQUEST

Senate Amendment (SA-SB44)

Received: 05/08/2003					Received By: pkahler			
Wanted: Soon					Identical to LRB:			
For: Legislative Fiscal Bureau					By/Representing: Swissdorf (CM)			
This file may be shown to any legislator: NO					Drafter: pkahler			
May Contact:					Addl. Drafters:			
Subject: Insurance - health Health - miscellaneous			s		Extra Copies:			
Submit vi	ia email: YES							
Requester	Requester's email:							
Carbon co	opy (CC:) to:							
Pre Topi	c: Swissdorf (CN	Л) -						
Topic:	·	ealth Insurance	Risk-Sharin	g Plan				
Instructi	ons:	,		· · · · · · · · · · · · · · · · · · ·				
See Attac	hed		•					
Drafting	History:							
Vers.	Drafted	Reviewed	<u>Typed</u>	Proofed	Submitted	<u>Jacketed</u>	Required	
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05/08/2003 03:12:37 PM Page 2

FE Sent For:

<**END**>

2003 DRAFTING REQUEST

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Schate Amendment (SA-SD44)			
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May Contact:	Addl. Drafters:		
Subject: Insurance - health Health - miscellaneous	Extra Copies:		
Submit via email: YES			
Requester's email:			
Carbon copy (CC:) to:			
Pre Topic:			
LFB:Swissdorf (CM) -	•		
Topic:			
Modifications to the Health Insurance Risk-Sharing Plan			
Instructions:			
See Attached			
Drafting History:			
<u>Vers.</u> <u>Drafted</u> <u>Reviewed</u> <u>Typed</u> <u>Proofed</u>	Submitted Jacketed Required		
/? pkahler 1/cj 5/8			
FE Sent For:			

LRB # 133/1 1300/1

Representative Rhoades Senator Lazich

HEALTH AND FAMILY SERVICES

Health Insurance Risk-Sharing Plan [LFB Paper #415]

Motion:

Move to adopt alternatives A2, B1, C5, D1, and E1 (as modified below) in LFB Issue Paper #415.

Modify alternative E1 by requiring the Department of Health and Family Services (DHPS) to prepare a request-for-proposal (RFP) for the selection of the plan administrator within six months of the bill's general effective date and to submit the RFP to the Joint Committee on Finance before soliciting bids on the RFP. Specify that DHFS could only release the RFP upon approval of the RFP by the Committee under a 14-day passive review process.

Note:

First, this motion would reduce funding in the bill for benefits by \$15,140,100 SEG in 2003-04 and \$21,050,700 in 2004-05 and for administrative costs by \$652,800 SEG in 2003-04 and \$941,300 SEG in 2004-05.

Second, this motion would retain the Governor's recommendation to delete \$10,241,800 GPR annually to eliminate all GPR support for HIRSP.

Third, this motion would maintain the current allocation of HIRSP costs (60% to policyholders, 20% to insurers, and 20% to providers).

Fourth, this motion would retain the Governor's recommendation to authorize DHFS to provide subsidies for prescription drug copayments, in addition to subsidies for premiums and deductibles as provided under current law, for eligible individuals based on income levels. The subsidy costs would be distributed equally between insurers and providers.

Finally, this motion would retain the Governor's recommendation to repeal the current requirement that the HIRSP plan administrator be the medical assistance (MA) fiscal agent and would authorize DHFS to select the HIRSP plan administrator through a competitive bidding process. However, this motion would also require DHFS to prepare a request-for-proposal (RFP) for the selection of the plan administrator within six months of the bill's general effective date and to submit the RFP to the Committee before soliciting bids on the RFP. DHFS could only release the RFP upon approval by the Committee under a 14-day passive review.

[Change to Bill: -\$37,784,900 SEG]

14-2



State of Misconsin 2003 - 2004 LEGISLATURE



LFB:.....Swissdorf (CM) – Modifications to the Health Insurance Risk–Sharing Plan

FOR 2003-05 BUDGET -- NOT READY FOR INTRODUCTION

SENATE AMENDMENT,

TO 2003 SENATE BILL 44

500787

Τ .	At the locations indicated, amend the bill as follows:
2 .	1. Page 835, line 8: delete "(am)" and substitute "(am),".

3 **2.** Page 835, line 9: before "amended" insert "149.143 (1) (am) 1., 2., 3., and 4., 4 as renumbered, are".

3. Page 835, line 10: delete lines 10 and 11.

6 **4.** Page 835, line 12: delete "1. First" and substitute "149.143 (1) (am) 1.

7 First".

5

8

9

5. Page 835, line 22: delete "60% 58%" and substitute "60%".

6. Page 836, line 8: delete "60% 58%" and substitute "60%".

7. Page 836, line 14: delete "60% 58%" and substitute "60%".

- 8. Page 836, line 15: delete "(bm)," and substitute "(bm).".
- **9.** Page 836, line 16: delete lines 16 and 17.
- **10.** Page 837, line 7: delete "60% 58%" and substitute "60%".
 - 11. Page 838, line 20: delete "60% 58%" and substitute "60%".
 - 12. Page 1078, line 17: after that line insert:

"(10h) Request for Proposals for Plan administrator. Not later than the first day of the 7th month beginning after the effective date of this subsection, the department of health and family services shall have prepared, and shall submit to the cochairpersons of the joint committee on finance, a request for proposals for administration of the Health Insurance Risk—Sharing Plan. If the cochairpersons of the joint committee on finance do not notify the secretary of health and family services within 14 working days after receiving the request for proposals that the cochairpersons have scheduled a meeting for the purpose of reviewing the request for proposals. If within 14 working days after receiving the request for proposals the cochairpersons notify the secretary of health and family services that the cochairpersons notify the secretary of health and family services that the cochairpersons have scheduled a meeting for the purpose of reviewing the request for proposals, the department of health and family services may issue the request for proposals only upon approval of the committee."



State of Misconsin 2003 - 2004 LEGISLATURE

LRBb0143/1 PJK:kjf:rs

LFB:.....Swissdorf (CM) – Modifications to the Health Insurance Risk–Sharing Plan

FOR 2003-05 BUDGET — NOT READY FOR INTRODUCTION

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