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FE Sent For:

Received: 01/28/2011	Received By: rchampag			
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For: Administration-Budget	By/Representing: Frederick			
May Contact: Subject: Employ Pub - employee benefits	Drafter: rchampag			
Subject: Employ Pub - employee benefits	Addl. Drafters:			
	Extra Copies:			
Submit via email: YES				
Requester's email:				
Carbon copy (CC:) to:				
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GIB Health Insurance Programs and Membership				
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#### Champagne, Rick

From:

Hanaman, Cathlene

Sent:

Friday, January 28, 2011 3:29 PM

To:

Champagne, Rick

Subject: FW: Statutory Language Drafting Request - Budget Adjustment Bill

**From:** DOADLBBASADMININTERNETSHAREPOINT@WI.GOV [mailto:DOADLBBASADMININTERNETSHAREPOINT@WI.GOV]

**Sent:** Friday, January 28, 2011 3:26 PM

To: Hanaman, Cathlene

Cc: Hetzel, Shayna - DOA; Thornton, Scott - DOA; Kraus, Jennifer - DOA; Frederick, Caitlin - DOA

Subject: Statutory Language Drafting Request - Budget Adjustment Bill

Topic: Membership and Plan approvals under the Group Insurance Board

Tracking Code: BAB0046

SBO Team: GGED

SBO Analyst: Frederick, Caitlin - DOA

Phone: (608) 266-8777

E-mail: Caitlin.Frederick@Wisconsin.gov

Agency Acronym: ETF

Agency Number: 515

Priority: Medium

Intent:

- Modify Group Insurance Board membership requirement so that the Attorney General designate be an attorney [under Ch. 15]
- For the plans years beginning January 1, 2012 and ending December 31, 2013, permit the Group Insurance Board to enter into group health insurance agreements which could modify or expand group insurance coverage [temporary suspension of 40.03(6)(c)]

Attachments: False



## State of Misconsin 2011 - 2012 LEGISLATURE



DOA:.....Frederick, BAB0046 - GIB Health Insurance Programs and Membership

#### FOR 2011-13 BUDGET -- NOT READY FOR INTRODUCTION



AN ACT ...; relating to: the budget.

## Analysis by the Legislative Reference Bureau √ RETIREMENT AND GROUP INSURANCE

Currently, the attorney general, or his or her designee, serves on the Group Insurance Board (GIB). This bill requires that the attorney general designee on the GIB must be an attorney. Current law also provides that the GIB may not enter into agreements to modify or expand group insurance coverage in a manner that conflicts with applicable statutes, or rules promulgated by the Department of Employee Trust Funds, or that materially affects the levels of premiums required to be paid by the state or its employees or the level of benefits provided under any group insurance coverage. This bill provides that this prohibition does not apply to GIB agreements relating to group insurance coverage for the 2012 and 2013 calendar years.

For further information see the **state** fiscal estimate, which will be printed as an appendix to this bill.

The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

**SECTION 1.** 15.165 (2) of the statutes is amended to read:

15.165 (2) Group insurance board. There is created in the department of
employee trust funds a group insurance board. The board shall consist of the
governor, the attorney general, the secretary of administration, the director of the
office of state employment relations, and the commissioner of insurance or their
designees, and  6  persons  appointed  for  2-year  terms, of  whom  one  shall  be  an  insured
participant in the Wisconsin Retirement System who is not a teacher, one shall be
an insured participant in the Wisconsin Retirement System who is a teacher, one
shall be an insured participant in the Wisconsin Retirement System who is a retired
employee, one shall be an insured employee of a local unit of government, and one
shall be the chief executive or a member of the governing body of a local unit of
government that is a participating employer in the Wisconsin Retirement System.
The designee of the attorney general shall be an attorney.

History: 1973 c. 151, 329; 1977 c. 29, 418; 1979 c. 221; 1981 c. 96; 1983 a. 192 s. 303 (7); 1983 a. 290; 1985 a. 230; 1987 a. 403; 1989 a. 31; 1993 a. 399; 1999 a. 9; 2001 a. 103; 2003 a. 33 ss. 102, 9160; 2005 a. 66; 2007 a. 20 s. 9121 (6) (a).

SECTION 9115. Nonstatutory provisions; Employee Trust Funds.

(1) AGREEMENTS TO MODIFY GROUP INSURANCE COVERAGE FOR STATE EMPLOYEES. Section 40.03 (6) (c) of the statutes shall not apply to any agreements entered into by the group insurance board to modify group insurance coverage for the 2012 and 2013 calendar years.

LRB

Research (608-266-0341)

Library (608-266-7040)

Legal (608-266-3561)

LRB



### State of Misconsin 2011 - 2012 LEGISLATURE



Story PMP

DOA:.....Frederick, BAB0046 - GIB Health Insurance Programs and Membership

FOR 2011-13 BUDGET -- NOT READY FOR INTRODUCTION

AN ACT ...; relating to: the budget.

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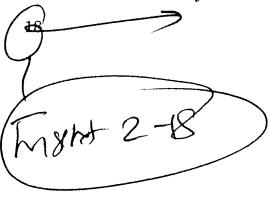
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(END)

#### 2011-2012 DRAFTING INSERT FROM THE LEGISLATIVE REFERENCE BUREAU

#### **Insert Analysis:**

The bill also requires the GIB to design health care coverage plans for the 2012 calendar year that, after adjusting for any inflationary increase in health benefit costs, reduces the average premium cost of plans offered in the tier with the lowest employee premium cost by at least 5 percent from the cost of such plans offered during the 2011 calendar year. The GIB must include coepayments in the health care coverage plans for the 2012 calendar year.

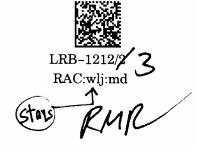
**Insert 2-18:** 

DURING 2012 CALENDAR YEAR. The group insurance board shall design health care coverage plans for the 2012 calendar year that, after adjusting for any inflationary increase in health benefit costs, as determined by the group insurance board, reduces the average premium cost of plans offered in the tier with the lowest employee premium cost under section 40.51 (6) of the statutes by at least 5 percent from the cost of such plans offered during the 2011 calendar year. The group insurance shall include copayments in the health care coverage plans for the 2012 calendar year.



State of Misconsin 2011 - 2012 LEGISLATURE

Tedan AM



DOA:.....Frederick, BAB0046 - GIB Health Insurance Programs and Membership

FOR 2011-13 BUDGET -- NOT READY FOR INTRODUCTION

AN ACT ...; relating to: the budget.

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(END)

- and may require health Risk assessments for state employees and participation in wellness or disease management programs

Also insert in analysis



### State of Misconsin 2011 - 2012 LEGISLATURE



DOA:.....Frederick, BAB0046 - GIB Health Insurance Programs and Membership

FOR 2011-13 BUDGET -- NOT READY FOR INTRODUCTION

AN ACT ...; relating to: the budget.

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(END)