As Introduced

132nd General Assembly Regular Session 2017-2018

H. B. No. 169

Representative Merrin

Cosponsors: Representatives Faber, Scherer, Keller, Becker, Brinkman, Riedel, Dean, Zeltwanger, Vitale, Goodman, Henne, Roegner, Butler, Hood, Brenner

A BILL

To amend section 124.81 and to enact section	1
124.824 of the Revised Code to require, with	2
respect to insurance contracted for or provided	3
by the Department of Administrative Services, an	4
individual who is not covered by a collective	5
bargaining agreement to pay the same percentage	6
of the premium for vision, dental, or life	7
insurance as the individual pays for health	8
insurance.	9

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF OHIO:

Section 1. That section 124.81 be amended and section	10
124.824 of the Revised Code be enacted to read as follows:	11
Sec. 124.81. (A) Except as provided in division (F) of	12
this section, the department of administrative services in	13
consultation with the superintendent of insurance shall	14
negotiate with and, in accordance with the competitive selection	15
procedures of Chapter 125. of the Revised Code, contract with	16
one or more insurance companies authorized to do business in	17
this state, for the issuance of one of the following:	18

(1) A policy of group life insurance covering all state
employees who are paid directly by warrant of the state auditor,
including elected state officials;

(2) A combined policy, or coordinated policies of one or
more insurance companies or health insuring corporations in
combination with one or more insurance companies providing group
24
life and health, medical, hospital, dental, or surgical
25
insurance, or any combination thereof, covering all such
26
employees;

(3) A policy that may include, but is not limited to, hospitalization, surgical, major medical, dental, vision, and medical care, disability, hearing aids, prescription drugs, group life, life, sickness, and accident insurance, group legal services, or a combination of the above benefits for some or all of the employees paid in accordance with section 124.152 of the Revised Code and for some or all of the employees listed in divisions (B)(2) and (4) of section 124.14 of the Revised Code, and their immediate dependents.

(B) The department of administrative services in 37 consultation with the superintendent of insurance shall 38 negotiate with and, in accordance with the competitive selection 39 procedures of Chapter 125. of the Revised Code, contract with 40 one or more insurance companies authorized to do business in 41 this state, for the issuance of a policy of group life insurance 42 covering all municipal and county court judges. The amount of 43 such coverage shall be an amount equal to the aggregate salary 44 set forth for each municipal court judge in sections 141.04 and 45 1901.11 of the Revised Code, and set forth for each county court 46 judge in sections 141.04 and 1907.16 of the Revised Code. 47

(C) If Notwithstanding section 124.824 of the Revised

Page 2

28

29

30

31

32

33

34

35

36

48

H. B. No. 169 As Introduced

<u>Code, if a state employee uses all accumulated sick leave and</u> then goes on an extended medical disability, the policyholder shall continue at no cost to the employee the coverage of the group life insurance for such employee for the period of such extended leave, but not beyond three years.

(D) If a state employee insured under a group life 54 insurance policy as provided in division (A) of this section is 55 laid off pursuant to section 124.32 of the Revised Code, such 56 employee by request to the policyholder, made no later than the 57 effective date of the layoff, may elect to continue the 58 59 employee's group life insurance for the one-year period through which the employee may be considered to be on laid-off status by 60 paying the policyholder through payroll deduction or otherwise 61 twelve times the monthly premium computed at the existing 62 average rate for the group life case for the amount of the 63 employee's insurance thereunder at the time of the employee's 64 layoff. The policyholder shall pay the premiums to the insurance 65 company at the time of the next regular monthly premium payment 66 for the actively insured employees and furnish the company 67 appropriate data as to such laid-off employees. At the time an 68 employee receives written notice of a layoff, the policyholder 69 shall also give such employee written notice of the opportunity 70 to continue group life insurance in accordance with this 71 division. When such laid-off employee is reinstated for active 72 work before the end of the one-year period, the employee shall 73 be reclassified as insured again as an active employee under the 74 group and appropriate refunds for the number of full months of 75 unearned premium payment shall be made by the policyholder. 76

(E) This section does not affect the conversion rights of
an insured employee when the employee's group insurance
78
terminates under the policy.
79

Page 3

(F) Notwithstanding division (A) of this section, the 80 department may provide benefits equivalent to those that may be 81 paid under a policy issued by an insurance company, or the 82 department may, to comply with a collectively bargained 83 contract, enter into an agreement with a jointly administered 84 trust fund which receives contributions pursuant to a collective 85 bargaining agreement entered into between this state, or any of 86 its political subdivisions, and any collective bargaining 87 representative of the employees of this state or any political 88 subdivision for the purpose of providing for self-insurance of 89 all risk in the provision of fringe benefits similar to those 90 that may be paid pursuant to division (A) of this section, and 91 the jointly administered trust fund may provide through the 92 self-insurance method specific fringe benefits as authorized by 93 the rules of the board of trustees of the jointly administered 94 trust fund. Amounts from the fund may be used to pay direct and 95 indirect costs that are attributable to consultants or a third-96 party administrator and that are necessary to administer this 97 section. Benefits provided under this section include, but are 98 not limited to, hospitalization, surgical care, major medical 99 care, disability, dental care, vision care, medical care, 100 hearing aids, prescription drugs, group life insurance, sickness 101 and accident insurance, group legal services, or a combination 102 of the above benefits, for the employees and their immediate 103 dependents. 104

(G) Notwithstanding any other provision of the Revised
105
Code, any public employer, including the state, and any of its
political subdivisions, including, but not limited to, any
county, county hospital, municipal corporation, township, park
district, school district, state institution of higher
education, public or special district, state agency, authority,

Page 4

commission, or board, or any other branch of public employment, 111 and any collective bargaining representative of employees of the 112 state or any political subdivision may agree in a collective 113 bargaining agreement that any mutually agreed fringe benefit 114 including, but not limited to, hospitalization, surgical care, 115 major medical care, disability, dental care, vision care, 116 medical care, hearing aids, prescription drugs, group life 117 insurance, sickness and accident insurance, group legal 118 services, or a combination thereof, for employees and their 119 dependents be provided through a mutually agreed upon 120 contribution to a jointly administered trust fund. Amounts from 121 the fund may be used to pay direct and indirect costs that are 122 attributable to consultants or a third-party administrator and 123 that are necessary to administer this section. The amount, type, 124 and structure of fringe benefits provided under this division is 125 subject to the determination of the board of trustees of the 126 jointly administered trust fund. Notwithstanding any other 127 provision of the Revised Code, competitive bidding does not 128 apply to the purchase of fringe benefits for employees under 129 this division through a jointly administered trust fund. 1.30 Sec. 124.824. (A) An individual who is not covered by a 131

collective bargaining agreement and who receives vision, dental, 132 or life insurance contracted for or provided by the department 133 of administrative services shall pay a percentage of the premium 134 or percentage of the cost of coverage for any of those types of 135 insurance that is equal to the percentage of the premium or 136 percentage of the cost of coverage that the individual is 137 required to pay for health insurance contracted for or provided 138 by the department. 139

(B) Pursuant to Section 20 of Article II, Ohio140Constitution, if a change in the percentage of the premium or141

percentage of the cost of coverage for vision, dental, or life	142
insurance under division (A) of this section occurs during an	143
individual's term of office, that change does not apply to the	144
individual until the individual's next term of office that	145
begins after the date the change occurs.	146
(C) In negotiating a collective bargaining agreement under	147
Chapter 4117. of the Revised Code, the entity or individual who	148
negotiates on behalf of a state agency, department, board, or	149
commission shall seek to obtain a provision in the agreement	150
that requires an individual to pay a percentage of the premium	151
or percentage of the cost of coverage for vision, dental, or	152
life insurance that is equal to the percentage of the premium or	153
percentage of the cost of coverage that the individual is	154
required to pay for health insurance contracted for or provided	155
by the department.	156
Section 2. That existing section 124.81 of the Revised	157
Code is hereby repealed.	158