

1 STATE OF OKLAHOMA

2 2nd Session of the 52nd Legislature (2010)

3 SENATE BILL 1951

By: Gumm

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5
6 AS INTRODUCED

7 An Act relating to state government; amending 74 O.S.
8 2001, Section 1321, as last amended by Section 5,
9 Chapter 231, O.S.L. 2006 (74 O.S. Supp. 2009, Section
10 1321), which relates to the State and Education
11 Employees Group Insurance Board; providing exception;
12 requiring amounts of co-pays, deductibles and premium
13 rates to be changed to 2009 amounts; making
14 appropriation from the Constitutional Reserve Fund to
15 the Oklahoma State and Education Employees Group
16 Insurance Board; stating sum of appropriation;
17 stating use of appropriated funds; providing for
18 codification; and declaring an emergency.

19 BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:

20 SECTION 1. AMENDATORY 74 O.S. 2001, Section 1321, as
21 last amended by Section 5, Chapter 231, O.S.L. 2006 (74 O.S. Supp.
22 2009, Section 1321), is amended to read as follows:

23 Section 1321. A. The Except as otherwise provided Section 2 of
24 this act, the Board shall have the authority to determine all rates
and life, dental and health benefits. All rates shall be compiled
in a comprehensive Schedule of Benefits. The Schedule of Benefits
shall be available for inspection during regular business hours at
the office of the State and Education Employees Group Insurance

1 Board. The Board shall have the authority to annually adjust the
2 rates and benefits based on claim experience.

3 B. The premiums for such insurance plans offered for the next
4 plan year shall be established as follows:

5 1. For active employees and their dependents, the Board's
6 premium determination shall be made no later than the bid submission
7 date for health maintenance organizations set by the Oklahoma State
8 Employees Benefits Council, which shall be set in August no later
9 than the third Friday of that month; and

10 2. For all other covered members and dependents, the Board's
11 and the health maintenance organizations' premium determinations
12 shall be no later than the fourth Friday of September.

13 C. The Board may approve a mid-year adjustment provided the
14 need for an adjustment is substantiated by an actuarial
15 determination or more current experience rating. The only
16 publication or notice requirements that shall apply to the Schedule
17 of Benefits shall be those requirements provided in the Oklahoma
18 Open Meeting Act. It is the intent of the Legislature that the
19 benefits provided not include cosmetic dental procedures except for
20 certain orthodontic procedures as adopted by the Board.

21 SECTION 2. NEW LAW A new section of law to be codified
22 in the Oklahoma Statutes as Section 74 of Title 1321.1, unless there
23 is created a duplication in numbering, reads as follows:

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1 The medical and pharmacy co-pay amounts, the deductible amounts
2 and the premium rate increases adopted by the State and Education
3 Employees Group Insurance Board at the August 21, 2009, meeting of
4 the Board for Plan Year 2010 are hereby restored to the 2009 Plan
5 Year amounts for the remainder of Plan Year 2010.

6 SECTION 3. There is hereby appropriated to the Oklahoma State
7 and Education Employees Group Insurance Board from any monies not
8 otherwise appropriated from the Constitutional Reserve Fund of the
9 State Treasury, the sum of Seventy-seven Million Dollars
10 (\$77,000,000.00) to replace the revenue lost due to the 2010 Plan
11 Year changes in the amounts of co-pays, deductibles and premium
12 rates contained in Section 2 of this act.

13 SECTION 4. It being immediately necessary for the preservation
14 of the public peace, health and safety, an emergency is hereby
15 declared to exist, by reason whereof this act shall take effect and
16 be in full force from and after its passage and approval.

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