STATE OF OKLAHOMA

2nd Session of the 54th Legislature (2014)

COMMITTEE SUBSTITUTE
FOR
HOUSE BILL NO. 2828 By: Murphey

COMMITTEE SUBSTITUTE

An Act relating to state government; amending 74 O.S. 2011, Section 1321, as amended by Section 966, Chapter 304, O.S.L. 2012 (74 O.S. Supp. 2013, Section 1321), which relates to the Oklahoma Employees Insurance and Benefits Act; requiring the Office of Management and Enterprise Services to propose certain plan design; prohibiting reimbursement to certain entity in excess of the amount of the service; providing for codification; and providing an effective date.

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

SECTION 1. AMENDATORY 74 O.S. 2011, Section 1321, as amended by Section 966, Chapter 304, O.S.L. 2012 (74 O.S. Supp. 2013, Section 1321), is amended to read as follows:

Section 1321. A. The Office of Management and Enterprise Services 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 Management and Enterprise Services. The Office shall have

the authority to annually adjust the rates and benefits based on claim experience.

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

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

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

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

D. In establishing health plan rates and benefits, the Office of Management and Enterprise Services shall propose a plan design which substantively incentivizes participants to purchase health services from providers which post transparent pricing through web-

based technology platforms and to provide documentation regarding the purchase of such services from the most affordable provider.

SECTION 2. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 1324.1 of Title 74, unless there is created a duplication in numbering, reads as follows:

In no case shall the reimbursement to a participating health care provider exceed the amount of the service for which the reimbursement is requested, provided the cost of the service may be reasonably ascertained from a web-based transparent pricing rate sheet which appears on the provider's website.

SECTION 3. This act shall become effective November 1, 2014.

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