

COMMITTEE AMENDMENT
HOUSE OF REPRESENTATIVES
State of Oklahoma

SPEAKER:

CHAIR:

I move to amend HB1841 _____
Of the printed Bill
Page _____ Section _____ Lines _____
Of the Engrossed Bill

By striking the Title, the Enacting Clause, the entire bill, and by inserting in lieu thereof the following language:

AMEND TITLE TO CONFORM TO AMENDMENTS

Adopted: _____

Amendment submitted by: Dell Kerbs _____

Reading Clerk

1 STATE OF OKLAHOMA

2 1st Session of the 59th Legislature (2023)

3 PROPOSED COMMITTEE
4 SUBSTITUTE
5 FOR
6 HOUSE BILL NO. 1841

By: Kerbs

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8 PROPOSED COMMITTEE SUBSTITUTE

9 An Act relating to teacher health insurance; amending
10 70 O.S. 2021, Section 26-105, which relates to
11 flexible benefit allowance and taxable compensation;
12 modifying taxable compensation for non-participants;
13 and providing an effective date.

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

15 SECTION 1. AMENDATORY 70 O.S. 2021, Section 26-105, is
16 amended to read as follows:

17 Section 26-105. A. The flexible benefit allowance shall be
18 used by a school district employee who is participating in the
19 cafeteria plan to purchase major medical health care plan coverage
20 offered by the school district through a cafeteria plan. Any excess
21 flexible benefit allowance over the cost of the major medical
22 coverage purchased by the employee who is participating in the
23 cafeteria plan may be used to purchase any of the additional
24 benefits offered by the school district or may be taken as taxable

1 compensation as provided in subsection C of this section. Certified
2 personnel who choose not to participate in the school-district-
3 sponsored cafeteria plan shall receive ~~Sixty-nine Dollars and~~
4 ~~seventy-one cents (\$69.71)~~ no less than one hundred percent (100%)
5 of the premium amount for the HealthChoice (Hi) option plan for an
6 individual offered by the State and Education Employees Group
7 Insurance Board per month as taxable compensation in lieu of the
8 flexible benefit allowance amount provided in subsection B of this
9 section. Support personnel who choose not to participate in the
10 school-district-sponsored cafeteria plan shall receive One Hundred
11 Eighty-nine Dollars and sixty-nine cents (\$189.69) per month as
12 taxable compensation in lieu of the flexible benefit allowance
13 amount provided in subsection B of this section.

14 B. Each eligible school district employee shall be credited
15 annually with a specified amount as a flexible benefit allowance
16 which shall be available for the purchase of benefits. The amount
17 of the flexible benefit allowance credited to each eligible school
18 district employee shall be communicated to the employee prior to the
19 enrollment period for each plan year.

20 1. For the fiscal year ending June 30, 2002, the flexible
21 benefit allowance amount for certified personnel shall be no less
22 than Sixty-nine Dollars and seventy-one cents (\$69.71) per month.
23 For the fiscal year ending June 30, 2002, the flexible benefit
24 allowance amount for support personnel shall be no less than One

1 Hundred Eighty-nine Dollars and sixty-nine cents (\$189.69) per
2 month.

3 2. For the fiscal year ending June 30, 2004, the flexible
4 benefit allowance amount for certified personnel shall be no less
5 than fifty-eight percent (58%) of the premium amount for the
6 HealthChoice (Hi) option plan for an individual offered by the State
7 and Education Employees Group Insurance Board. For the fiscal year
8 ending June 30, 2003, and each fiscal year thereafter, the flexible
9 benefit allowance amount for support personnel shall be no less than
10 one hundred percent (100%) of the premium amount for the
11 HealthChoice (Hi) option plan for an individual offered by the State
12 and Education Employees Group Insurance Board.

13 3. For the fiscal year ending June 30, 2005, and each fiscal
14 year thereafter, the flexible benefit allowance amount for certified
15 personnel shall be no less than one hundred percent (100%) of the
16 premium amount for the HealthChoice (Hi) option plan for an
17 individual offered by the State and Education Employees Group
18 Insurance Board.

19 C. If a school district employee who is participating in the
20 cafeteria plan elects benefits whose sum total is less than the
21 flexible benefit allowance, the employee shall receive any excess
22 flexible benefit allowance as taxable compensation. Such taxable
23 compensation shall be paid in substantially equal amounts each pay
24 period over the plan year. Except as otherwise provided for in

1 subsection D of this section, on termination during a plan year, a
2 participating school district employee shall have no right to
3 receive any taxable cash compensation allocated to the portion of
4 the plan year after the termination of the employee.

5 D. In cases where the employee of a school district fulfills
6 the terms of their contract and terminates employment for the
7 subsequent year, the employee shall be entitled to the flexible
8 benefit allowance for the remainder of the current benefit term.
9 For purposes of this subsection, "benefit term" shall mean the
10 twelve-month period after the initiation of benefits for the
11 position held by the employee.

12 E. Each school district employee shall make an annual election
13 of benefits under the plan during an enrollment period to be held
14 prior to the beginning of each plan year. The enrollment period
15 dates will be determined annually and will be announced by the
16 school district, providing the enrollment period shall end no later
17 than thirty (30) days before the beginning of the plan year. Each
18 school district employee shall make an irrevocable advance election
19 for the plan year or the remainder of the plan year pursuant to
20 procedures the school district shall prescribe.

21 F. The school district shall prescribe the forms that school
22 district employees shall be required to use in making their
23 elections, and may prescribe deadlines and other procedures for
24 filing the elections.

1 G. School district employees hired after the closing of the
2 enrollment period shall be allowed to make an election as provided
3 in this act.

4 H. A district board of education shall have the option of
5 providing a flexible benefit allowance to the superintendent of the
6 school district in an amount not more than the amount of the
7 flexible benefit allowance established for certified personnel in
8 subsection B of this section. Funding for the flexible benefit
9 allowance for a superintendent shall be provided through local
10 revenue.

11 SECTION 2. This act shall become effective November 1, 2023.

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