

SENATE BILL No. 1205

April 18, 2006, Introduced by Senators PATTERSON, HAMMERSTROM, KUIPERS, BISHOP, GARCIA, BIRKHOLZ, GEORGE, VAN WOERKOM and HARDIMAN and referred to the Committee on Health Policy.

A bill to require certain state departments to create and implement health savings account options for state employees.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 1. This act shall be known and may be cited as the "state
2 employee health savings account act".

3 Sec. 3. As used in this act:

4 (a) "Health savings account" means a savings or other account
5 meeting the requirements of 26 USC 223.

6 (b) "High deductible health plan" means that term as defined
7 in 26 USC 223(c)(2).

8 Sec. 5. The department of civil service and the office of
9 state employer shall establish, as an option that is part of a
10 group benefit plan offered to eligible state employees and their

1 dependents, a health savings account program meeting the
2 requirements for tax incentives for health savings accounts
3 established under title XII of the medicare prescription drug,
4 improvement, and modernization act of 2003.

5 Sec. 7. The health savings account program shall offer at
6 least 2 high deductible health plan options in conjunction with the
7 use of a health savings account for the deposit of contributions by
8 a state employee and the employee's state employer. The department
9 may, under rules adopted by the department and in lieu of a high
10 deductible health plan for a state employee, accept the use of a
11 high deductible health insurance policy purchased by the employee.