

HOUSE SUBSTITUTE FOR
SENATE BILL NO. 543

A bill to amend 2011 PA 152, entitled
"Publicly funded health insurance contribution act,"
by amending section 4 (MCL 15.564).

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 4. (1) By a majority vote of its governing body **EACH**
2 **YEAR, PRIOR TO THE BEGINNING OF THE MEDICAL BENEFIT PLAN COVERAGE**
3 **YEAR**, a public employer, excluding this state, may elect to comply
4 with this section for a medical benefit plan coverage year instead
5 of the requirements in section 3. The designated state official may
6 elect to comply with this section instead of section 3 as to
7 medical benefit plans for state employees and state officers.
8 (2) For medical benefit plan coverage years beginning on or
9 after January 1, 2012, a public employer shall pay not more than
10 80% of the total annual costs of all of the medical benefit plans

1 it offers or contributes to for its employees and elected public
2 officials. For purposes of this subsection, total annual costs
3 includes the premium or illustrative rate of the medical benefit
4 plan and all employer payments for reimbursement of co-pays,
5 deductibles, and payments into health savings accounts, flexible
6 spending accounts, or similar accounts used for health care but
7 does not include beneficiary-paid copayments, coinsurance,
8 deductibles, other out-of-pocket expenses, other service-related
9 fees that are assessed to the coverage beneficiary, or beneficiary
10 payments into health savings accounts, flexible spending accounts,
11 or similar accounts used for health care. ~~Each~~**FOR PURPOSES OF THIS**
12 **SECTION, EACH** elected public official who participates in a medical
13 benefit plan offered by a public employer shall be required to pay
14 20% or more of the total annual costs of that plan. The public
15 employer may allocate the employees' share of total annual costs of
16 the medical benefit plans among the employees of the public
17 employer as it sees fit.