

SENATE BILL No. 1199

November 8, 2018, Introduced by Senator STAMAS and referred to the Committee on Michigan Competitiveness.

A bill to amend 2011 PA 152, entitled
"Publicly funded health insurance contribution act,"
by amending section 3 (MCL 15.563), as amended by 2013 PA 270.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 3. (1) Except as otherwise provided in this act, a public
2 employer that offers or contributes to a medical benefit plan for
3 its employees or elected public officials shall pay no more of the
4 annual costs or illustrative rate and any payments for
5 reimbursement of co-pays, deductibles, or payments into health
6 savings accounts, flexible spending accounts, or similar accounts
7 used for health care costs, than a total amount equal to \$5,500.00
8 times the number of employees and elected public officials with
9 single-person coverage, \$11,000.00 times the number of employees
10 and elected public officials with individual-and-spouse coverage or

1 individual-plus-1-nonspouse-dependent coverage, plus \$15,000.00
2 times the number of employees and elected public officials with
3 family coverage, for a medical benefit plan coverage year beginning
4 on or after January 1, 2012. A public employer may allocate its
5 payments for medical benefit plan costs among its employees and
6 elected public officials as it sees fit. By October 1 of each year
7 after 2011 **AND BEFORE 2019**, the state treasurer shall adjust the
8 maximum payment permitted under this subsection for each coverage
9 category for medical benefit plan coverage years beginning the
10 succeeding calendar year, based on the change in the medical care
11 component of the United States ~~consumer price index~~ **CONSUMER PRICE**
12 **INDEX** for the most recent 12-month period for which data are
13 available from the United States ~~department of labor, bureau of~~
14 ~~labor statistics~~ **DEPARTMENT OF LABOR, BUREAU OF LABOR STATISTICS.**
15 **BY APRIL 1 OF EACH YEAR AFTER 2018, THE STATE TREASURER SHALL**
16 **ADJUST THE MAXIMUM PAYMENT PERMITTED UNDER THIS SUBSECTION FOR EACH**
17 **COVERAGE CATEGORY FOR MEDICAL BENEFIT PLAN COVERAGE YEARS BEGINNING**
18 **THE SUCCEEDING CALENDAR YEAR, BASED ON THE CHANGE IN THE MEDICAL**
19 **CARE COMPONENT OF THE UNITED STATES CONSUMER PRICE INDEX FOR THE**
20 **MOST RECENT 12-MONTH PERIOD FOR WHICH DATA ARE AVAILABLE FROM THE**
21 **UNITED STATES DEPARTMENT OF LABOR, BUREAU OF LABOR STATISTICS.**

22 (2) For a medical benefit plan coverage year beginning January
23 1, 2014 through December 31, 2014, the multiplier used to calculate
24 the maximum public employer payment under subsection (1) ~~shall be~~
25 **IS** \$12,250.00 for employees and elected public officials with
26 individual-and-spouse coverage or individual-plus-1-nonspouse-
27 dependent coverage. ~~and shall be adjusted~~ **THE STATE TREASURER SHALL**

1 **ADJUST THE MULTIPLIER** each year as provided in subsection (1).

2 (3) For purposes of calculating a public employer's maximum
3 total annual medical benefit plan costs under subsection (1),
4 "employee or elected public official" does not include an employee
5 or elected public official who declines the medical benefit plan
6 offered or contributed to by the public employer.