Sixty-seventh Legislative Assembly of North Dakota

## **HOUSE BILL NO. 1155**

Introduced by

Representative Keiser

Senator Oban

- 1 A BILL for an Act to amend and reenact section 54-52.1-02 of the North Dakota Century Code,
- 2 relating to the public employees retirement system uniform group insurance program benefits;
- 3 and to provide for application.

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## 4 BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:

5 **SECTION 1. AMENDMENT.** Section 54-52.1-02 of the North Dakota Century Code is amended and reenacted as follows:

54-52.1-02. Uniform group insurance program created - Formation into subgroups.

In order to promote the economy and efficiency of employment in the state's service, reduce personnel turnover, and offer an incentive to high-grade individuals to enter and remain in the service of state employment, there is created a uniform group insurance program. The uniform group must be composed of eligible and retired employees and be formed to provide hospital benefits coverage, medical benefits coverage, and life insurance benefits coverage in the manner set forth in this chapter. The uniform group may be divided into the following subgroups at the discretion of the board:

1. Medical and hospital benefits coverage group consisting of active eligible employees and; retired employees not eligible for Medicare, except for employees who first retire after July 1, 2015, and are not eligible for Medicare on their retirement; and retired employees of at least twenty-five years who separated from employment under a voluntary separation incentive program, who are not eligible for Medicare, and who are eligible for normal retirement. In determining premiums for coverage under this subsection for retired employees not eligible for Medicare and for retired employees of at least twenty-five years who separated from employment under a voluntary separation incentive program, who are not eligible for Medicare, and who are eligible for normal retirement, the rate for a non-Medicare retiree single;

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- a. <u>Single</u> plan is one hundred fifty percent of the active member single plan rate, the
  rate for a non-Medicare retiree family.
  - <u>b.</u> Family plan of two peopleindividuals is twice the non-Medicare retiree single plan rate, and the rate for a non-Medicare retiree family calculated under subdivision a.
    - <u>c.</u> Family plan of three or more personsindividuals is two and one-half times the
      non-Medicare retiree single plan rate calculated under subdivision a.
  - 2. In addition to the coverage provided in subsection 1, another coverage option may be provided for retired employees not eligible for Medicare, except for employees who first retire after July 1, 2015, and are not eligible for Medicare on their retirement, provided the option does not increase the implicit subsidy as determined by the governmental accounting standards board's other postemployment benefit reporting procedure. In offering this additional option, the board may have an open enrollment but thereafter enrollment for this option must be as specified in section 54-52.1-03.
  - 3. Retired Medicare-eligible employee group medical and hospital benefits coverage.
    - 4. Active eligible employee life insurance benefits coverage.
- 17 5. Retired employee life insurance benefits coverage.
- Terminated employee continuation group medical and hospital benefits coverage.
- 7. Terminated employee conversion group medical and hospital benefits coverage.
- 20 8. Dental benefits coverage.
- 9. Vision benefits coverage.
- 22 10. Long-term care benefits coverage.
- 23 11. Employee assistance benefits coverage.
- 24 12. Prescription drug coverage.
  - **SECTION 2. APPLICATION.** This Act applies to an eligible employee who retires from employment under a voluntary separation incentive program after July 31, 2021. However, during the period August 1, 2021, through June 30, 2023, the public employees retirement system shall allow enrollment for former eligible employees who retired under a voluntary separation incentive program after June 30, 2015, and before August 1, 2021, or the surviving spouse of such former employee.