## House Bill 2505

Sponsored by Representative HANNA; Representatives FREEMAN, OLSON, SPRENGER, THOMPSON, WEIDNER (Presession filed.)

## **SUMMARY**

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure **as introduced.** 

Prohibits Public Employees' Benefit Board from adopting rules that allow state employees to elect benefit plan coverage for family member who is state employee. Prohibits state from entering into collective bargaining agreement that provides for benefit plan coverage for family member who is state employee.

Requires state to make cash payment from state benefit contribution to employee who opts out of health benefit plan coverage or who cannot elect coverage for family member who is state employee.

## A BILL FOR AN ACT

Relating to benefit plan coverage for state employees; creating new provisions; and amending ORS 243.125.

## Be It Enacted by the People of the State of Oregon:

**SECTION 1.** ORS 243.125 is amended to read:

- 243.125. (1) The Public Employees' Benefit Board shall prescribe rules for the conduct of its business. The board shall study all matters connected with the providing of adequate benefit plan coverage for eligible state employees on the best basis possible with relation both to the welfare of the employees and to the state. The board shall design benefits, devise specifications, analyze carrier responses to advertisements for bids and decide on the award of contracts. Contracts shall be signed by the chairperson on behalf of the board.
- (2) In carrying out its duties under subsection (1) of this section, the goal of the board shall be to provide a high quality plan of health and other benefits for state employees at a cost affordable to both the employer and the employees.
- (3)(a) Subject to ORS chapter 183, the board may make rules not inconsistent with ORS 243.105 to 243.285 and 292.051 to determine the terms and conditions of eligible employee participation and coverage.
- (b) Notwithstanding paragraph (a) of this subsection, the board may not adopt rules that allow a state employee to elect benefit plan coverage for a family member who is a state employee.
- (4) The board shall prepare specifications, invite bids and do acts necessary to award contracts for health benefit plan and dental benefit plan coverage of eligible employees in accordance with the criteria set forth in ORS 243.135 (1).
- (5) The board may retain consultants, brokers or other advisory personnel when necessary and, subject to the State Personnel Relations Law, shall employ such personnel as are required to perform the functions of the board.
- SECTION 2. The State of Oregon may not enter into a collective bargaining agreement after the effective date of this 2011 Act that provides for benefit plan coverage for a family

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member of a state employee who is also a state employee.
SECTION 3. Section 4 of this 2011 Act is added to and made a part of ORS 243.105 to
243.285.
SECTION 4. The Public Employees' Renefit Roard shall make a cash payment of \$300

SECTION 4. The Public Employees' Benefit Board shall make a cash payment of \$300 each month to an eligible employee who elects to opt out of health benefit plan coverage or who is ineligible to elect health benefit plan coverage for a family member who is also employed by the state.