By: Representatives Reynolds, Byrd

To: Insurance; County Affairs

HOUSE BILL NO. 736 (As Passed the House)

AN ACT TO AMEND SECTION 25-15-103, MISSISSIPPI CODE OF 1972,
TO AUTHORIZE THE GOVERNING BOARD OF ANY COUNTY OR MUNICIPALITY TO
OFFER ANY MEDICARE ELIGIBLE COUNTY EMPLOYEE SUPPLEMENTAL
COMPENSATION IF THE EMPLOYEE SECURES MEDICARE COVERAGE IN LIEU OF
PARTICIPATING IN ANY COUNTY MEDICAL OR HEALTH INSURANCE PROGRAM;
AND FOR RELATED PURPOSES.

- 7 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:
- 8 **SECTION 1.** Section 25-15-103, Mississippi Code of 1972, is
- 9 amended as follows:
- 10 25-15-103. (1) The maximum amount of group insurance or
- 11 other coverage used in determining employer's limitation of one
- 12 hundred percent (100%) of such costs shall be determined by
- 13 regulations promulgated by the governing board or head of any
- 14 political subdivision, school district, junior college district,
- 15 institution, department or agency named in Section 25-15-101 and
- 16 this section, but the life insurance for each employee shall not
- 17 exceed Fifty Thousand Dollars (\$50,000.00), or the amount of
- 18 deduction allowed by the United States Internal Revenue Service in
- 19 filing a federal tax return, whichever is greater. A like amount
- 20 may be for accidental death * * *, accident, health and salary

- 21 protection insurance, providing benefits not exceeding sixty
- 22 percent (60%) of the employee's income, or the amount allowed by
- 23 the United States Internal Revenue Service in filing a federal tax
- 24 return, whichever is greater. Hospitalization benefits for room
- 25 and board may not exceed the average semiprivate cost per day; and
- 26 the other coverages authorized hereinabove. The limitations in
- 27 this * * * subsection on the amount of group insurance and other
- 28 coverage which employers may obtain for their employees shall not
- 29 be applicable to municipalities.
- 30 (2) Any employee who retires due to one hundred percent
- 31 (100%) medical disability, or due to reaching the statutory age of
- 32 retirement under the provisions of the Public Employees'
- 33 Retirement Law of 1952, being Sections 25-11-101 through
- 34 25-11-139, may, if he or she elects, remain a member of the group
- 35 plan for such life insurance and other benefits as may be agreed
- 36 to by the governing board or institution, department, or agency
- 37 head and the companies writing such insurance and other coverage,
- 38 by paying the entire costs thereof.
- 39 (3) When any of the political subdivisions, school
- 40 districts, junior college districts, institutions, departments, or
- 41 agencies named in Section 25-15-101 and this section have adopted
- 42 the group coverage plan authorized by * * * such sections, any of
- 43 the employees thereof participating in the plan who desire to
- 44 secure additional benefits for their dependents with the company
- 45 or companies providing such group coverage may do so by

- 46 authorizing in writing the deduction from his or her salary or
- 47 wages of the necessary amounts for the full payment of such
- 48 additional coverage, and the same may be deducted and paid for
- 49 such purposes, but the entire cost of such additional coverage for
- 50 dependents shall be paid by the employee.
- 51 (4) (a) A municipality may provide group life insurance
- 52 coverage for all or specified groups of its public employees and
- 53 group hospitalization benefits for such public employees and their
- 54 dependents, and the municipality may pay the total of the cost of
- 55 all benefits under this section.
- 56 (b) A county may provide group life insurance coverage
- 57 for all or specified groups of its public employees and group
- 58 hospitalization benefits for such public employees and their
- 59 dependents, and the county may pay the total of the cost of all
- 60 benefits under this section. A county may make such provision, as
- 61 specified under this paragraph, retroactively for any existing
- 62 group coverage plan previously adopted by the county.
- 63 (5) (a) Any board of supervisors of a county or governing
- 64 <u>authority or any municipality</u> may offer any Medicare eligible
- 65 county or municipal employee supplemental compensation if the
- 66 employee chooses to secure Medicare coverage in lieu of
- 67 participating in any county or municipal medical or health
- 68 insurance program, as the case may be, limited to an amount which
- 69 shall not exceed the county's or municipality's cost of the

| 70 emplo | yee to | participat | e in | the | county | or | municipal | medical | or |
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- 71 health insurance program.
- 72 (b) Before the supplemental compensation may be
- 73 provided, as specified under this subsection, the employee shall
- 74 provide verifiable proof that he or she has secured coverage under
- 75 Medicare.
- 76 **SECTION 2.** This act shall take effect and be in force from
- 77 and after July 1, 2020.