

SENATE BILL NO. 1193

September 28, 2022, Introduced by Senator STAMAS and referred to the Committee on Appropriations.

A bill to amend 2011 PA 152, entitled
"Publicly funded health insurance contribution act,"
by amending section 3 (MCL 15.563), as amended by 2018 PA 477.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 3. (1) Except as otherwise provided in this act **and**
2 **subject to subsections (2) to (4)**, a public employer that offers or
3 contributes to a medical benefit plan for its employees or elected
4 public officials shall pay no more of the annual costs or
5 illustrative rate and any payments for reimbursement of co-pays,

1 deductibles, or payments into health savings accounts, flexible
2 spending accounts, or similar accounts used for health care costs,
3 than a total amount equal to \$5,500.00 times the number of
4 employees and elected public officials with single-person coverage,
5 \$11,000.00 times the number of employees and elected public
6 officials with individual-and-spouse coverage or individual-plus-1-
7 nonspouse-dependent coverage, plus \$15,000.00 times the number of
8 employees and elected public officials with family coverage, for a
9 medical benefit plan coverage year beginning on or after January 1,
10 2012. A public employer may allocate its payments for medical
11 benefit plan costs among its employees and elected public officials
12 as it sees fit. By October 1 of each year after 2011 and before
13 2019, the state treasurer shall adjust the maximum payment
14 permitted under this subsection for each coverage category for
15 medical benefit plan coverage years beginning the succeeding
16 calendar year, based on the change in the medical care component of
17 the United States Consumer Price Index for the most recent 12-month
18 period for which data are available from the United States
19 Department of Labor, Bureau of Labor Statistics. By April 1 of each
20 year after 2018, the state treasurer shall adjust the maximum
21 payment permitted under this subsection for each coverage category
22 for medical benefit plan coverage years beginning the succeeding
23 calendar year, based on the change in the medical care component of
24 the United States Consumer Price Index for the most recent 12-month
25 period for which data are available from the United States
26 Department of Labor, Bureau of Labor Statistics.

27 (2) ~~For~~ **Subject to subsection (3), for** a medical benefit plan
28 coverage year beginning January 1, 2014 through December 31, 2014,
29 the multiplier used to calculate the maximum public employer

1 payment under subsection (1) is \$12,250.00 for employees and
2 elected public officials with individual-and-spouse coverage or
3 individual-plus-1-nonspouse-dependent coverage. The state treasurer
4 shall adjust the multiplier each year as provided in subsection
5 (1).

6 (3) Subject to subsection (4), for a medical benefit plan
7 coverage year beginning on or after January 1, 2023, the
8 multipliers used to calculate the maximum public employer payment
9 under subsection (1) are as follows:

10 (a) \$7,743.00 times the number of employees and elected public
11 officials with single-person coverage.

12 (b) \$16,193.00 for employees and elected public officials with
13 individual-and-spouse coverage or individual-plus-1-nonspouse-
14 dependent coverage.

15 (c) \$21,116.00 times the number of employees and elected
16 public officials with family coverage.

17 (4) By April 1 of each year after 2022, the state treasurer
18 shall adjust the multipliers for medical benefit plan coverage
19 years beginning the succeeding calendar year, based on the change
20 in the medical care component of the United States Consumer Price
21 Index for the most recent 12-month period for which data are
22 available from the United States Department of Labor, Bureau of
23 Labor Statistics.

24 (5) ~~(3)~~—For purposes of calculating a public employer's
25 maximum total annual medical benefit plan costs under subsection
26 (1), "employee or elected public official" does not include an
27 employee or elected public official who declines the medical
28 benefit plan offered or contributed to by the public employer.