

STATE OF MAINE HOUSE OF REPRESENTATIVES (Filing No. H-889) 109TH LEGISLATURE SECOND REGULAR SESSION

COMMITTEE AMENDMENT " ]" to H.P. 1765, L.D. 1897, Bill, "AN ACT Relating to the Administration of the State Employees Group Accident and Sickness or Health Insurance Plan."

Amend the Bill by striking out all of the last underlined sentence of subsection 1 of that part designated "<u>§286.</u>" and inserting in its place the following:

'It may exercise general supervision through an executive director, who shall be employed pursuant to the Personnel Law.'

Further amend the Bill by striking out all of subsection 3 of that part designated "<u>§286.</u>" and inserting in its place the following:

'3. Funding. The cost of administration shall be funded from an administrative allowance to be negotiated with the health benefit carriers. Indirect costs may not be allocated to the program.'

## Fiscal Note authorized by this Act

The services/are to be funded by an administrative allowance to be negotiated with the health benefit carriers. It is anticipated that it will be substantially offset by decreases in premiums due to absorption of these services by the State. No appropriation is requested under the proposed funding method. COMMITTEE AMENDMENT "A" to H.P. 1765, L.D. 1897

## Statement of Fact

This amendment:

 Makes permissive the hiring of the executive director and provides that if hired he shall be an unclassified employee;

2. Provides that the cost shall be "negotiated with the health benefit carriers," rather than "a surcharge on premiums;" and

3. Adds a fiscal note.

Reported by the Majority from the Committee on State Government Reproduced and distributed under the direction of the Clerk of the House 3/12/80 (Filing No. H-889)