SENATE No. 1537

The Commonwealth of Massachusetts

PRESENTED BY:

Cindy F. Friedman

To the Honorable Senate and House of Representatives of the Commonwealth of Massachusetts in General Court assembled:

The undersigned legislators and/or citizens respectfully petition for the adoption of the accompanying bill:

An Act reforming the group insurance commission.

PETITION OF:

NAME:	DISTRICT/ADDRESS:	
Cindy F. Friedman	Fourth Middlesex	
Diana DiZoglio	First Essex	1/24/2019
Joseph A. Boncore	First Suffolk and Middlesex	1/24/2019
Angelo J. Puppolo, Jr.	12th Hampden	1/25/2019
Steven Ultrino	33rd Middlesex	1/25/2019
Natalie M. Higgins	4th Worcester	1/25/2019
James T. Welch	Hampden	1/25/2019
Sean Garballey	23rd Middlesex	1/28/2019
Mary S. Keefe	15th Worcester	1/28/2019
Mike Connolly	26th Middlesex	1/28/2019
Walter F. Timilty	Norfolk, Bristol and Plymouth	1/29/2019
Thomas M. Stanley	9th Middlesex	1/29/2019
Michael J. Barrett	Third Middlesex	1/29/2019
James B. Eldridge	Middlesex and Worcester	1/29/2019
Brian W. Murray	10th Worcester	1/29/2019
Jack Patrick Lewis	7th Middlesex	1/29/2019
Patrick M. O'Connor	Plymouth and Norfolk	1/30/2019
Marcos A. Devers	16th Essex	1/30/2019

Sal N. DiDomenico	Middlesex and Suffolk	1/30/2019
Brendan P. Crighton	Third Essex	1/31/2019
Daniel J. Hunt	13th Suffolk	1/31/2019
Paul R. Feeney	Bristol and Norfolk	1/31/2019
Jennifer E. Benson	37th Middlesex	1/31/2019
Patricia D. Jehlen	Second Middlesex	1/31/2019
Michael F. Rush	Norfolk and Suffolk	1/31/2019
Christina A. Minicucci	14th Essex	1/31/2019
David Henry Argosky LeBoeuf	17th Worcester	1/31/2019
John F. Keenan	Norfolk and Plymouth	2/1/2019
Michael O. Moore	Second Worcester	2/1/2019
Michael D. Brady	Second Plymouth and Bristol	2/1/2019
Julian Cyr	Cape and Islands	2/1/2019
Marc R. Pacheco	First Plymouth and Bristol	2/1/2019
Harriette L. Chandler	First Worcester	2/1/2019
James K. Hawkins	2nd Bristol	2/6/2019

SENATE No. 1537

By Ms. Friedman, a petition (accompanied by bill, Senate, No. 1537) of Cindy F. Friedman, Diana DiZoglio, Joseph A. Boncore, Angelo J. Puppolo, Jr. and other members of the General Court for legislation to reform the group insurance commission. Public Service.

The Commonwealth of Alassachusetts

In the One Hundred and Ninety-First General Court (2019-2020)

An Act reforming the group insurance commission.

Be it enacted by the Senate and House of Representatives in General Court assembled, and by the authority of the same, as follows:

1 SECTION 1. Section 3 of chapter 32A of the General Laws, as appearing in the 2016 2 Official Edition, is hereby amended by striking out the first sentence and inserting in place 3 thereof the following sentence:- There shall be established within the executive office of 4 administration and finance, but not under its jurisdiction, a special unpaid commission, to be 5 known as the group insurance commission, consisting of the commissioner of administration and finance, the commissioner of insurance, and 15 members, 1 of whom shall be appointed by the 6 7 president of the Retired State, County, & Municipal Employees Association of Massachusetts, 1 8 of whom shall be a health economist appointed by the governor, 1 of whom shall have 9 substantial experience in health care delivery, including behavioral health, in the commonwealth, 10 appointed by the governor, 1 of whom shall have substantial experience in health care 11 administration appointed by the governor, 1 of whom shall have substantial experience in 12 employee benefits administration appointed by the governor, 1 of whom shall have substantial 13 experience with and knowledge of health insurance plans appointed by the governor, at least 3 of

- 14 whom shall be full-time state employees, 1 shall be appointed by the president of the 15 Massachusetts Public Employees Council, #93, AFSCME, Massachusetts State Labor Council, 16 AFL-CIO, 1 shall be appointed by the president of the Massachusetts State Employees 17 Association, NAGE, and 1 shall be appointed by the president of the Local 5000, S.E.I.U., 1 of 18 whom shall be appointed by the president of the Service Employees International Union, Local 19 509, 1 of whom shall be appointed by the president of the Massachusetts Organization of State 20 Engineers and Scientists, 1 of whom shall be a management representative appointed by the 21 governor from a list of 3 representatives nominated by the Massachusetts Municipal Association 22 and 1 of whom shall be the president of the teachers' union with the greatest amount of active 23 and retired members enrolled in commission health plans.
 - SECTION 2. Said section 3 of said chapter 32A, as so appearing, is hereby amended by striking out, in lines 23 and 24, the words "appointed by the governor from a list of 3 representatives".

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- SECTION 3. Said section 3 of said chapter 32A, as so appearing, is hereby amended by striking out, in line 24, the word "nominated" and inserting in place thereof the following word:designated.
- SECTION 4. Said section 3 of said chapter 32A, as so appearing, is hereby further amended by striking out the fourth, fifth and sixth sentences and inserting in place thereof the following sentences:-
- No member appointed shall be an insurance agent, broker, employee or officer of an insurance company that currently does business with or has done business with the commonwealth in the past 3 years. Upon the expiration of the term of office of an appointive

member, his successor shall be appointed in like manner for a term of 3 years. If there is an appointive member vacancy, either expected or unexpected, the applicable person or organization with appointment authority under this section shall appoint a replacement for the vacant position not more than 90 days after the vacancy. If the appointive member vacancy is for the management representative under this section, the governor shall appoint a replacement for the vacant position not more than 90 days after receiving a list of nominated representatives from the applicable organization. If an appointive member vacancy is not filled within 90 days of a vacancy, the executive director of the commission shall appoint a replacement pursuant to the requirements of this section.

SECTION 5. Said chapter 32A is hereby further amended by adding the following section:-

Section 4B. (a) Prior to any vote by the commission on matters that substantially alter the insurance coverage or health plans offered under this chapter, including, but not limited to, any changes in the identity or number of health plans offered or any changes in the existing plan design of any health plan, including changes to member cost-sharing or changes to covered medical, behavioral health or pharmacy benefits, the executive director of the commission shall provide to the members of the commission all relevant information necessary to make an informed decision on the vote. The information shall be provided to the members of the commission at a commission meeting prior to the meeting at which the vote is scheduled, but in no event shall such information be provided less than 14 days in advance of the vote.

(b) On any matter subject to the requirements of subsection (a), the commission shall hold at least 4 public hearings across the commonwealth prior to the vote.

SECTION 6. Notwithstanding any general or special law to the contrary, the group insurance commission shall consult with stakeholders to review and evaluate: (i) the impacts of existing public procurement laws; (ii) public record and open meeting laws; and (iii) regulations on the group insurance commission's deliberative process.

At minimum, the group insurance commission shall consult with: (i) the secretary of administration and finance; (ii) the attorney general; (iii) the commissioner of insurance; (iv) the operational services division of the executive office for administration and finance; and (v) the inspector general.

The group insurance commission shall provide a report on: (i) any anticipated updates to commission procedures related to state procurement and open meeting laws resulting from its consultation with stakeholders; (ii) any anticipated regulatory changes the commission plans to take based on its consultation with stake holders on its deliberative process; (iii) the recommended notice period the commission will provide to members prior to a vote that would substantially alter the insurance coverage or health plans offered under this chapter including, but not limited to, any changes in the identity or number of health plans offered, existing plan design of any health plan, member cost-sharing or covered medical, behavioral health or pharmacy benefits; and (iv) any recommended statutory changes needed to meet these goals.

The group insurance commission shall submit its findings and recommendations, together with drafts of legislation necessary to carry those recommendations into effect, to the clerks of the senate and the house of representatives, and the joint committee on public service not later than October 1, 2019.

SECTION 7. Notwithstanding any general or special law to the contrary, beginning on January 1, 2021: (i) upon the first vacancy or expiration of the term of office of a "public member" of the group insurance commission established by section 3 of chapter 32A of the General Laws, the governor shall appoint a successor who shall have substantial experience in behavioral health care delivery in the commonwealth; (ii) upon the second vacancy or expiration of the term of office of such a "public member", the governor shall appoint a successor who shall have substantial experience in health care administration; (iii) upon the third vacancy or expiration of the term of office of such a "public member", the governor shall appoint a successor who shall have substantial experience in employee benefits administration; and (iv) upon the fourth vacancy or expiration of the term of office of such a "public member", the governor shall appoint a successor who shall have substantial experience with and knowledge of health insurance plans. Notwithstanding the foregoing, if an appointee under this section is also a vacancy under this section, the governor shall appoint a successor who has the substantial experience of the member creating the vacancy.