Amend CSSB 1370 (House Committee Printing) by adding the following appropriately numbered SECTION to the bill and renumbering subsequent SECTIONS of the bill accordingly:

SECTION _____. (a) Subchapter C, Chapter 1551, Insurance Code, as effective June 1, 2003, is amended by adding Section 1551.1021 to read as follows:

Sec. 1551.1021. PARTICIPATION ELIGIBILITY: CERTAIN FACULTY
OF INSTITUTIONS OF HIGHER EDUCATION. (a) An adjunct faculty member
at a public institution of higher education is eligible to
participate in the group benefits program as an employee if the
faculty member:

- (1) receives compensation for services rendered to a public institution of higher education as an adjunct faculty member;
- (2) has been employed as a faculty member by the same public institution of higher education and has taught at least one course in each regular fall and spring semester at the public institution of higher education in each of the preceding three academic years; and
- (3) is under contract or is scheduled to teach at least 12 semester credit hours in the academic year of coverage or, if the person is also employed by the public institution of higher education to perform nonteaching duties, is under contract or is scheduled to teach at least six semester credit hours in the academic year of coverage and has been approved by the public institution of higher education to participate in the group benefits program.
- (b) From money appropriated from a fund other than the general revenue fund or from money available from local sources, a public institution of higher education may, for an adjunct faculty member eligible to receive benefits under this section, contribute:
- (1) not more than 50 percent of the cost of basic coverage for the employee; and
- (2) not more than 25 percent of the cost of dependent coverage.
- (c) Subsection (b) does not prohibit a public institution of higher education from contributing, from money other than money

amount specified in Subsection (b) to provide coverage for a person employed by a public institution of higher education who meets the criteria for eligibility under Subsection (a).

(b) The board of trustees of the Employees Retirement System of Texas shall include coverage under Section 1551.114, Insurance Code, as added by this section, in an insurance policy or contract or in an evidence of coverage delivered, issued for delivery, or renewed on or after January 1, 2004. The board of trustees may include coverage under Section 1551.114, Insurance Code, as added by this section, in an insurance policy or contract or in an evidence of coverage delivered, issued for delivery, or renewed before January 1, 2004, if the board of trustees determines that coverage may be reasonably included.