By: Menendez, Homer, Geren, Gattis, Pitts, H.B. No. 1303 et al.

Substitute the following for H.B. No. 1303:

By: Pitts C.S.H.B. No. 1303

## A BILL TO BE ENTITLED

AN ACT

- 2 relating to continued health insurance coverage for eligible
- 3 survivors of certain public servants killed in the line of duty.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Section 615.073(c), Government Code, is amended
- 6 to read as follows:

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- 7 (c) The surviving spouse is entitled to continue to purchase
- 8 health insurance coverage until [the earlier of:
- 9 [(1) the date the surviving spouse remarries;
- 10 [(2) the date the surviving spouse becomes eligible
- 11 for group health insurance through another employer; or
- 12  $\left[\frac{(3)}{3}\right]$  the date the surviving spouse becomes eligible
- 13 for federal Medicare benefits.
- SECTION 2. Section 615.074, Government Code, is amended to
- 15 read as follows:
- 16 Sec. 615.074. BENEFIT TO DEPENDENT. (a) An eligible
- 17 surviving dependent who is a minor child is entitled to continue
- 18 health insurance coverage until [the earlier of:
- 19  $\left[\frac{(1)}{(1)}\right]$  the date the dependent reaches the age of 18
- 20 [<del>years; or</del>
- 21 [(2) the date the dependent becomes eligible for group
- 22 health insurance through another employer].
- 23 (b) An eligible surviving dependent who is not a minor child
- 24 is entitled to continue health insurance coverage until the earlier

- 1 of:
- 2 (1) [the date the dependent marries;
- 3  $\left[\frac{(2)}{(2)}\right]$  the date the dependent becomes eligible for
- 4 group health insurance through another employer; or
- 5  $\underline{(2)}$  [ $\overline{(3)}$ ] the date the dependent becomes eligible for
- 6 federal Medicare benefits.
- 7 SECTION 3. Sections 615.075(a) and (c), Government Code,
- 8 are amended to read as follows:
- 9 (a) An employing entity shall provide written notice to an
- 10 eligible survivor to whom this subchapter may apply of the
- 11 survivor's rights under this subchapter not later than the 10th day
- 12 after the date of the decedent's death. Not later than the 150th
- 13 day after the date of the decedent's death, the employing entity
- 14 shall send a subsequent written notice under this subsection by
- 15 certified mail to any eligible survivor who has not already elected
- 16 to continue coverage on or before that date.
- 17 (c) To receive continued coverage under this subchapter,
- 18 the employing entity must be informed not later than the 180th
- 19 [90th] day after the date the decedent died that the eligible
- 20 survivor elects to continue coverage.
- 21 SECTION 4. Section 615.077, Government Code, is amended to
- 22 read as follows:
- Sec. 615.077. PAYMENTS; RATE. An eligible survivor who is
- 24 entitled to continued coverage under this subchapter [is entitled
- 25 <del>to</del>]:
- 26 (1) is entitled to:
- (A) make payments for the coverage or have

- 1 payments made on the survivor's behalf at the same time and to the
- 2 same entity that payments for coverage are made by current
- 3 employees of the employing entity; and
- 4 (B) obtain [<del>(2) purchase</del>] the coverage at the
- 5 [group] rate paid by current employees of the employing entity for
- 6 that coverage; and
- 7 (2) may not be required to pay a premium amount for the
- 8 coverage that is greater than the premium amount that a current
- 9 employee of the employing entity without a spouse is required to pay
- 10 to cover the employee alone or to cover the employee and the
- 11 employee's dependent children, as applicable to the eligible
- 12 survivor [that exists at the time of payment].
- 13 SECTION 5. Subchapter D, Chapter 615, Government Code, is
- 14 amended by adding Sections 615.080 and 615.081 to read as follows:
- Sec. 615.080. GRACE PERIOD. Health insurance benefits
- 16 coverage in force on the date of the decedent's death under which a
- 17 deceased individual listed under Section 615.071 covered one or
- 18 more other persons may not lapse before the 181st day after the date
- 19 of the decedent's death for failure to pay the premium.
- Sec. 615.081. LIMITED OPPORTUNITY FOR CERTAIN ELIGIBLE
- 21 SURVIVORS TO REAPPLY FOR COVERAGE. (a) This section applies only
- 22 to an eligible survivor of a deceased individual listed under
- 23 Section 615.071 who died on or after September 1, 1993.
- 24 (b) Notwithstanding any other provision of this subchapter
- 25 or other law, an eligible survivor to whom this section applies who
- 26 did not purchase continued health insurance benefits under this
- 27 subchapter or under the law codified by this subchapter within the

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- 1 time allowed after the listed individual's death, or who
- 2 discontinued coverage under this subchapter or under the law
- 3 codified by this subchapter after the listed individual's death,
- 4 may reapply for coverage under the employing entity's health
- 5 insurance benefits plan not later than March 1, 2010.
- 6 (c) An eligible survivor who reapplies for coverage under
- 7 Subsection (b) is entitled to purchase the coverage according to
- 8 the same rate schedule and coverage options as would apply had the
- 9 eligible survivor continued coverage under this subchapter after
- 10 the listed individual's death.
- 11 (d) This section expires September 1, 2010.
- 12 SECTION 6. This Act takes effect immediately if it receives
- 13 a vote of two-thirds of all the members elected to each house, as
- 14 provided by Section 39, Article III, Texas Constitution. If this
- 15 Act does not receive the vote necessary for immediate effect, this
- 16 Act takes effect September 1, 2009.