By: Lucio, Van de Putte, Hegar

S.B. No. 423

A BILL TO BE ENTITLED

1	AN ACT
2	relating to health insurance coverage for eligible survivors of
3	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 615.071, Government Code, is amended to
6	read as follows:
7	Sec. 615.071. APPLICABILITY. This subchapter applies only
8	to eligible survivors of:
9	(1) an individual listed in Section 615.003(1), (6),

- 11 (2) an individual listed in Section 615.003(10) or
- 12 (11) who is employed by a political subdivision of the state; or
- 13 (3) an individual who is:
- 14 (A) described by Section 615.003(15); and
- 15 (B) employed as a trainee for a position
- 16 otherwise described by this section.
- 17 SECTION 2. Section 615.072, Government Code, is amended by
- 18 adding Subsection (b-1) to read as follows:
- 19 <u>(b-1)</u> A survivor of an individual listed under Section
- 20 615.071 who would have been eligible for health insurance benefits
- 21 during the life of the individual may not be denied health insurance
- 22 benefits on the ground that the survivor was enrolled in group
- 23 health insurance with another employer as of the date of the
- 24 individual's death.

10

or (7); $[\frac{or}{}]$

- 1 SECTION 3. Section 615.073, Government Code, is amended to
- 2 read as follows:
- 3 Sec. 615.073. BENEFIT TO SURVIVING SPOUSE. (a) An
- 4 eligible surviving spouse of a deceased individual listed in
- 5 Section 615.071 who was employed by the state is entitled to
- 6 purchase or continue to purchase [continued] health insurance
- 7 benefits under Chapter 1551, Insurance Code, as provided by this
- 8 subchapter.
- 9 (b) An eligible surviving spouse of a deceased individual
- 10 listed in Section 615.071 who was employed by a political
- 11 subdivision of the state is entitled to purchase or continue to
- 12 purchase [continued] health insurance benefits from the political
- 13 subdivision that employed the deceased individual, including
- 14 health coverage:
- 15 (1) provided by or through a political subdivision
- 16 under:
- 17 (A) a health insurance policy or health benefit
- 18 plan written by a health insurer; or
- 19 (B) a self-insured health benefits plan; or
- 20 (2) under Chapter 172, Local Government Code.
- 21 (c) The surviving spouse is entitled to [continue to]
- 22 purchase or continue to purchase health insurance coverage until
- 23 the date the surviving spouse becomes eligible for federal Medicare
- 24 benefits.
- 25 SECTION 4. Section 615.074, Government Code, is amended to
- 26 read as follows:
- Sec. 615.074. BENEFIT TO DEPENDENT. (a) An eligible

- 1 surviving dependent who is a minor child is entitled to purchase or
- 2 continue to purchase health insurance coverage until the date the
- 3 dependent reaches the age of 18 or a later date to the extent
- 4 required by state or federal law.
- 5 (b) An eligible surviving dependent who is not a minor child
- 6 is entitled to purchase or continue to purchase health insurance
- 7 coverage until the earlier of:
- 8 (1) the date the dependent becomes eligible for group
- 9 health insurance through another employer; or
- 10 (2) the date the dependent becomes eligible for
- 11 federal Medicare benefits.
- SECTION 5. Subsections (a) and (c), Section 615.075,
- 13 Government Code, are amended to read as follows:
- 14 (a) An employing entity shall provide written notice to an
- 15 eligible survivor to whom this subchapter may apply of the
- 16 survivor's rights under this subchapter not later than the 10th day
- 17 after the date of the decedent's death. Not later than the 150th
- 18 day after the date of the decedent's death, the employing entity
- 19 shall send a subsequent written notice under this subsection by
- 20 certified mail to any eligible survivor who has not already elected
- 21 to <u>purchase or continue to purchase</u> coverage on or before that date.
- (c) To receive [continued] coverage under this subchapter,
- 23 the employing entity must be informed not later than the 180th day
- 24 after the date the decedent died that the eligible survivor elects
- 25 to <u>purchase or continue to purchase coverage.</u>
- SECTION 6. Section 615.076, Government Code, is amended to
- 27 read as follows:

- 1 Sec. 615.076. LEVEL OF COVERAGE. (a) An eligible survivor
- 2 may elect to <u>purchase or continue to purchase</u> coverage at any level
- 3 of benefits currently offered by the employing entity to dependents
- 4 of an active employee.
- 5 (b) An eligible survivor may elect to purchase or continue
- 6 to purchase coverage at a reduced level of benefits if the employing
- 7 entity offers that option.
- 8 SECTION 7. Section 615.077, Government Code, is amended to
- 9 read as follows:
- 10 Sec. 615.077. PAYMENTS; RATE. An eligible survivor who is
- 11 entitled to [continued] coverage under this subchapter:
- 12 (1) is entitled to:
- 13 (A) make payments for the coverage or have
- 14 payments made on the survivor's behalf at the same time and to the
- 15 same entity that payments for coverage are made by current
- 16 employees of the employing entity; and
- 17 (B) obtain the coverage at the rate paid by
- 18 current employees of the employing entity for that coverage; and
- 19 (2) may not be required to pay a premium amount for the
- 20 coverage that is greater than the premium amount that a current
- 21 employee of the employing entity without a spouse is required to pay
- 22 to cover the employee alone or to cover the employee and the
- 23 employee's dependent children, as applicable to the eligible
- 24 survivor.
- 25 SECTION 8. Subchapter D, Chapter 615, Government Code, is
- 26 amended by adding Section 615.082 to read as follows:
- Sec. 615.082. LIMITED ELIGIBILITY OF CERTAIN SURVIVORS TO

- 1 REAPPLY FOR COVERAGE. (a) This section applies only to the
- 2 eligible survivor of an individual described by Section 615.071 who
- 3 died on or after September 1, 1993.
- 4 (b) Notwithstanding any other law, an eligible survivor to
- 5 whom this section applies who did not purchase or receive health
- 6 insurance coverage or benefits under this chapter on or before the
- 7 date of the individual's death, or who did not notify the
- 8 individual's employing entity of the survivor's election to
- 9 purchase or continue to purchase coverage within the time allowed
- 10 by law after the individual's death, may apply for health insurance
- 11 benefits or coverage not later than September 1, 2012. An eligible
- 12 survivor who applies for coverage under this section may purchase
- 13 coverage according to the same rate schedule and coverage options
- 14 that would apply if the eligible survivor had continued to purchase
- 15 coverage after the individual's death.
- (c) This section expires September 2, 2012.
- 17 SECTION 9. This Act takes effect immediately if it receives
- 18 a vote of two-thirds of all the members elected to each house, as
- 19 provided by Section 39, Article III, Texas Constitution. If this
- 20 Act does not receive the vote necessary for immediate effect, this
- 21 Act takes effect September 1, 2011.