

Rep. Katie Stuart

Filed: 3/16/2023

| | 10300HB3769ham001 | LRB103 28960 BMS 58429 a |
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| 1 | AMENDMENT TO HOUSE BILL 3769 | |
| 2 | AMENDMENT NO Amend | House Bill 3769 by replacing |
| 3 | everything after the enacting clause with the following: | |
| 4 5 | "Section 5. The Illinois I changing Section 367f as follows: | nsurance Code is amended by |
| 6 | (215 ILCS 5/367f) (from Ch. | 73, par. 979f) |
| 7 | Sec. 367f. <u>Firefighters'</u> Firemen's continuance privilege. | |
| 8 | As used in this Section: | |
| 9 | 1. The terms "municipality | ", "deferred pensioner" and |
| 10 | "creditable service" shall have | the meaning ascribed to such |
| 11 | terms by Sections 4-103, 4-105a | and 4-108, respectively, of |
| 12 | the Illinois Pension Code, as now or hereafter amended. | |
| 13 | 2. <u>"Firefighter"</u> means a per | son who is a "firefighter" as |
| 14 | defined in Section 4-106 of t | he Illinois Pension Code, a |
| 15 | paramedic who is employed by a un | nit of local government, or an |
| 16 | emergency medical technic | ian, emergency medical |

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- technician-basic, emergency medical technician-intermediate,
 or advanced emergency medical technician who is employed by a

 unit of local government. The terms "fireman" and "firemen"
 shall have the meaning ascribed to the term "firefighter" by
 Section 4 106 of the Illinois Pension Code, and include those
 persons under the coverage of Article 4 of that Code, as
 heretofore or hereafter amended.
 - 3. The "retirement or disability period" of a <u>firefighter</u> fireman means the period:
 - a. which begins on the day the <u>firefighter</u> <u>fireman</u> is removed from a municipality's fire department payroll because of the occurrence of any of the following events, to wit: (i) the <u>firefighter</u> <u>fireman</u> retires as a deferred pensioner under Section 4-105a of the Illinois Pension Code, (ii) the <u>firefighter</u> <u>fireman</u> retires from active service as a <u>firefighter</u> <u>fireman</u> with an attained age and accumulated creditable service which together qualify the <u>firefighter</u> <u>fireman</u> for immediate receipt of retirement pension benefits under Section 4-109 of the Illinois Pension Code, or (iii) the <u>firefighter's</u> <u>fireman's</u> disability is established under Section 4-112 of the Illinois Pension Code; and
 - b. which ends on the first to occur of any of the following events, to wit: (i) the <u>firefighter's fireman's</u> reinstatement or reentry into active service on the municipality's fire department as provided for under

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Article 4 of the Illinois Pension Code, (ii) the firefighter's fireman's exercise of any refund option available under Section 4-116 of the Illinois Pension Code, (iii) the firefighter's fireman's loss pursuant to Section 4-138 of the Illinois Pension Code of any benefits provided for in Article 4 of that Code, or (iv) the firefighter's fireman's death or -- if at the time of the firefighter's fireman's death the firefighter fireman is survived by a spouse who, in that capacity, is entitled to receive a surviving spouse's monthly pension pursuant to Article 4 of the Illinois Pension Code -- then the death or remarriage of that spouse.

No policy of group accident and health insurance under which <u>firefighters</u> <u>firemen</u> employed by a municipality are insured for their individual benefit shall be issued or delivered in this State to any municipality unless such group policy provides for the election of continued group insurance coverage for the retirement or disability period of each <u>firefighter fireman</u> who is insured under the provisions of the group policy on the day immediately preceding the day on which the retirement or disability period of such <u>firefighter fireman</u> begins. So long as any required premiums for continued group insurance coverage are paid in accordance with the provisions of the group policy, an election made pursuant to this Section shall provide continued group insurance coverage for a <u>firefighter fireman</u> throughout the retirement or

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disability period of the firefighter fireman and, unless the firefighter fireman otherwise elects and subject to any other provisions of the group policy which relate either to the provision or to the termination of dependents' coverage and which are not inconsistent with this Section, for dependents of the firefighter fireman who are insured under the group policy on the day immediately preceding the day on which the retirement or disability period of the firefighter fireman begins; provided, however, that when such continued group insurance coverage is in effect with respect to a firefighter fireman on the date of the firefighter's fireman's death but the retirement or disability period of the <u>firefighter</u> <u>fireman</u> does not end with such firefighter's fireman's death, then the deceased firefighter's fireman's spouse upon whose death or remarriage such surviving retirement or disability period will end shall be entitled, without further election and upon payment of any required premiums in accordance with the provisions of the group policy, to maintain such continued group insurance coverage in effect until the end of such retirement or disability period. Continued group insurance coverage shall be provided in accordance with this Section at the same premium rate from time to time charged for equivalent coverage provided under the group policy with respect to covered firefighters firemen whose retirement or disability period has not begun, and no distinction or discrimination in the amount or rate of

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premiums or in any waiver of premium or other benefit provision shall be made between continued group insurance coverage elected pursuant to this Section and equivalent coverage provided to <u>firefighters</u> <u>firemen</u> under the group policy other than pursuant to the provisions of this Section; provided that no municipality shall be required by reason of any provision of this Section to pay any group insurance premium other than one that may be negotiated in a collective bargaining agreement. If a person electing continued coverage under this Section becomes eligible for medicare coverage, benefits under the group policy may continue as a supplement to the medicare coverage upon payment of any required premiums to maintain the benefits of the group policy as supplemental coverage.

Within 15 days of the beginning of the retirement or disability period of any <u>firefighter fireman</u> entitled to elect continued group insurance coverage under any group policy affected by this Section, the municipality last employing such <u>firefighter fireman</u> shall give written notice of such beginning by certified mail, return receipt requested to the insurance company issuing such policy. The notice shall include the <u>firefighter's fireman's</u> name and last known place of residence and the beginning date of the <u>firefighter's fireman's</u> retirement or disability period.

Within 15 days of the date of receipt of such notice from the municipality, the insurance company by certified mail,

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return receipt requested, shall give written notice to the firefighter fireman at the firefighter's fireman's last known place of residence that coverage under the group policy may be continued for the retirement or disability period of the firefighter fireman as provided in this Section. Such notice shall set forth: (i) a statement of election to be filed by the firefighter fireman if the firefighter fireman wishes to continue such group insurance coverage, (ii) the amount of monthly premium, including a statement of the portion of such monthly premium attributable to any dependents' coverage which the firefighter fireman may elect, and (iii) instructions as to the return of the election form to the insurance company issuing such policy. Election shall be made, if at all, by returning the statement of election to the insurance company by certified mail, return receipt requested within 15 days after having received it.

If the <u>firefighter</u> <u>fireman</u> elects to continue coverage, it shall be the obligation of the <u>firefighter</u> <u>fireman</u> to pay the monthly premium directly to the municipality which shall forward it to the insurance company issuing the group insurance policy, or as otherwise directed by the insurance company; provided, however, that the <u>firefighter</u> <u>fireman</u> shall be entitled to designate on the statement of election required to be filed with the insurance company that the total monthly premium, or such portion thereof as is not contributed by a municipality, be deducted by a Firefighter's Pension Fund from

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any monthly pension payment otherwise payable to or on behalf of the <u>firefighter</u> <u>fireman</u> pursuant to Article 4 of the Illinois Pension Code, and be remitted by such Pension Fund to the insurance company. The portion, if any, of the monthly premium contributed by a municipality for such continued group insurance coverage shall be paid by the municipality directly to the insurance company issuing the group insurance policy, or as otherwise directed by the insurance company. Such continued group insurance coverage shall relate back to the beginning of the <u>firefighter's</u> <u>fireman's</u> retirement or disability period.

The amendment, renewal or extension of any group insurance policy affected by this Section shall be deemed to be the issuance of a new policy of insurance for purposes of this Section.

In the event that a municipality makes a program of accident, health, hospital or medical benefits available to its <u>firefighters</u> <u>firemen</u> through self-insurance, or by participation in a pool or reciprocal insurer, or by contract in a form other than a policy of group insurance with one or more medical service plans, health care service corporations, health maintenance organizations, or any other professional corporations or plans under which health care or reimbursement for the costs thereof is provided, whether the cost of such benefits is borne by the municipality or the <u>firefighters</u> <u>firemen</u> or both, such <u>firefighters</u> <u>firemen</u> and their surviving

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spouses shall have the same right to elect continued coverage under such program of benefits as they would have if such benefits were provided by a policy of group accident and health insurance. In such cases, the notice of right to elect continued coverage shall be sent by the municipality; the statement of election shall be sent to the municipality; and references to the required premium shall refer to that portion of the cost of such benefits which is not borne by the municipality, either voluntarily or pursuant to the provisions of a collective bargaining agreement. In the case of a municipality providing such benefits through self-insurance or participation in a pool or reciprocal insurer, the right to elect continued coverage which is provided by this paragraph shall be implemented and made available to the firefighters firemen of the municipality and qualifying surviving spouses not later than July 1, 1985.

The amendment, renewal or extension of any such contract in a form other than a policy of group insurance policy shall be deemed the formation of a new contract for the purposes of this Section.

This Section shall not limit the exercise of any conversion privileges available under Section 367e.

Pursuant to paragraphs (h) and (i) of Section 6 of Article VII of the Illinois Constitution, this Section specifically denies and limits the exercise by a home rule unit of any power which is inconsistent with this Section and all existing laws

- and ordinances which are inconsistent with this Section are 1
- 2 hereby superseded. This Section does not preempt the
- concurrent exercise by home rule units of powers consistent
- 4 herewith.
- 5 The Division of Insurance of the Department of Financial
- and Professional Regulation shall enforce the provisions of 6
- this Section, including provisions relating to municipality 7
- self-insured benefit plans.
- (Source: P.A. 94-858, eff. 6-15-06.)". 9