



## 103RD GENERAL ASSEMBLY

### State of Illinois

2023 and 2024

HB3784

Introduced 2/17/2023, by Rep. Michael T. Marron

#### SYNOPSIS AS INTRODUCED:

5 ILCS 375/5.5 new

Amends the State Employees Group Insurance Act of 1971. Sets forth requirements for programs of group health benefits administered by the Department of Central Management Services for annuitants, retired TRS benefit recipients, or retired community college benefit recipients. Provides that if, on the effective date of the amendatory Act, the Director of Central Management Services has procured fewer than 2 contracts that provide a program of group health benefits for annuitants, retired TRS benefit recipients, or retired community college benefit recipients, then, as soon as possible after the effective date of the amendatory Act, the Director shall procure additional contracts that provide a program of group health benefits so that there are at least 2 contracts that provide a program of group health benefits for the respective beneficiaries. Provides that thereafter, the Director shall ensure that there are at least 2 contracts procured that provide a program of group health benefits for annuitants, retired TRS benefit recipients, and retired community college benefit recipients.

LRB103 05296 BMS 51791 b

1 AN ACT concerning regulation.

2 **Be it enacted by the People of the State of Illinois,**  
3 **represented in the General Assembly:**

4 Section 5. The State Employees Group Insurance Act of 1971  
5 is amended by adding Section 5.5 as follows:

6 (5 ILCS 375/5.5 new)

7 Sec. 5.5. Annuitant health benefits; group program  
8 requirements.

9 (a) All programs of group health benefits administered by  
10 the Department of Central Management Services for annuitants,  
11 retired TRS benefit recipients, or retired community college  
12 benefit recipients shall be subject to the following  
13 requirements:

14 (1) 90 days before the expiration of a current  
15 contract for a program of group health benefits, the  
16 Department of Central Management Services shall notify the  
17 Commission when the request for proposal process shall  
18 commence for that benefits program to be offered in the  
19 next fiscal year.

20 (2) Concurrent with the notice required under  
21 paragraph (1), the Department of Central Management  
22 Services shall disclose to the Commission information  
23 regarding the request for proposal rating process,

1 including, but not limited to, documents, reports of  
2 negotiations, bid invitations, requests for proposals,  
3 specifications, copies of proposed and final contracts or  
4 agreements, and any other materials concerning contracts  
5 or agreements for proposed benefit programs.

6 (3) The request for proposal process shall include a  
7 regional analysis to determine if an applicant is unable  
8 to provide coverage for annuitants or retirees in any area  
9 of this State.

10 (b) For each program of health benefits for annuitants or  
11 retirees that is subject to the requirements of this Section,  
12 the Department of Central Management Services shall conduct a  
13 poll of at least 10% of current benefit recipients to measure  
14 satisfaction with their program of group health benefits. The  
15 form and methods of this poll shall be approved by the  
16 Director. The results of the recipient satisfaction polls  
17 shall be disclosed to the Commission and that poll information  
18 may be used by the Commission to hold a public hearing. A  
19 contract for any program of group health benefits subject to  
20 this Section may not be selected for the next fiscal year until  
21 the Commission holds a hearing on member satisfaction pursuant  
22 to this subsection (b).

23 (c) If, on the effective date of this amendatory Act of the  
24 103rd General Assembly, the Director has procured fewer than 2  
25 contracts that provide any program of group health benefits  
26 for annuitants, retired TRS benefit recipients, or retired

1 community college benefit recipients, then, as soon as  
2 possible after the effective date of this amendatory Act of  
3 the 103rd General Assembly, the Director shall procure  
4 additional contracts that provide that program of group health  
5 benefits so that there are at least 2 contracts that provide a  
6 program of group health benefits. Thereafter, the Director  
7 shall ensure that there are at least 2 contracts procured that  
8 provide that program of group health benefits for annuitants,  
9 retired TRS benefit recipients, or retired community college  
10 benefit recipients.