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House Bill 1607

By: Representatives Gardner of the 47<sup>th</sup>, McBee of the 88<sup>th</sup>, Henson of the 65<sup>th</sup>, Skipper of the 137<sup>th</sup>, Harbin of the 113<sup>th</sup> and others

## A BILL TO BE ENTITLED AN ACT

- 1 To amend Chapter 5A of Title 31 of the Official Code of Georgia Annotated, relating to the
- 2 Department of Community Health, so as to provide for reviews of denials of health benefit
- 3 claims for employees of the board of regents; to amend Article 1 of Chapter 18 of Title 45
- 4 of the Official Code of Georgia Annotated, relating to the state employees' health insurance
- 5 plan, so as to require the promulgation of rules and regulations to entitle employees covered
- 6 by the state employees' health insurance plan to an administrative review and a review by
- 7 an independent review organization of the denial of a health benefit claim; to provide for a
- 8 date certain for adoption of such rules and regulations; to provide for related matters; to
- 9 repeal conflicting laws; and for other purposes.

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## BE IT ENACTED BY THE GENERAL ASSEMBLY OF GEORGIA:

SECTION 1.

- 12 Chapter 5A of Title 31 of the Official Code of Georgia Annotated, relating to the Department
- of Community Health, is amended by striking subsection (e) of Code Section 31-5A-4,
- 14 relating to the department's powers, duties, functions, and responsibilities with regard to
- 15 contracts for health benefits, and inserting in its place the following:
- 16 "(e) The board of regents is authorized to contract with the department for health benefits
- for members, employees, and retirees of the board of regents and the dependents of such
- members, employees, and retirees and for the administration of such health benefits, which
- benefits shall include a provision for an administrative grievance procedure and a review
- 20 <u>by an independent review organization equivalent to such reviews established by the</u>
- department for the state employees' health insurance plan pursuant to subsection (a) of
- 22 <u>Code Section 45-18-15</u>. The department is also authorized to contract with the board of
- regents for such purposes."

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SECTION 2.

2 Article 1 of Chapter 18 of Title 45 of the Official Code of Georgia Annotated, relating to the

- 3 state employees' health insurance plan, is amended by striking subsection (a) of Code
- 4 Section 45-18-15, relating to rules and regulations for administration of the article, and
- 5 inserting in its place the following:
- 6 "(a) The board shall promulgate such rules and regulations as may be required for the
- 7 effective administration of this article. Such rules and regulations shall be adopted by the
- 8 <u>board no later than July 1, 2003, and shall</u> include, but not be limited to, rules and
- 9 regulations establishing <u>a grievance procedure and a review by an independent review</u>
- 10 <u>organization for claims that have been denied and</u> the conditions under which employees
- 11 who originally rejected coverage may acquire coverage at a later date. The commissioner
- of community health, as executive officer of the board, shall employ such personnel as may
- be needed to carry out this article and such employees shall be employees of the
- 14 Department of Community Health. The pro rata share of the costs of operating the
- Department of Community Health in the manner prescribed by law shall be a part of the
- administrative costs of the employees' health insurance plan."

SECTION 3.

18 All laws and parts of laws in conflict with this Act are repealed.