I MINA 'TRENTAI UNU LIHESLATURAN GUÅHAN 2011 (FIRST) Regular Session

Bill No. 56-31 (con)

Introduced By:

D.G. Rodriguez, Jr. 4 Judith Paulette Guthertz, DPA Aline A. Yamashita, Ph.D. Tina Rose Muña Barnes Christopher M. Duenas Sk R.J. Respicio A.B. Palacios, Sr. V. Anthony Ada \leq B.J. Cruz M. Silva Taijeron

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AN ACT RELATIVE TO POLICYMAKERS PARTICIPATING IN THE GOVERNMENT OF GUAM HEALTHCARE INSURANCE NEGOTIATING TEAM, BY AMENDING §4302(c) OF ARTICLE 3, CHAPTER 4, TITLE 4, GUAM CODE ANNOTATED.

BE IT ENACTED BY THE PEOPLE OF GUAM:

Section 1. Legislative findings and intent. I Liheslaturan Guåhan finds 2 that the recent passage of P.L. 30-227, known as the "Healthcare Insurance 3 Transparency Act of 2010", was for the purpose of ensuring that the processes 4 pursuant to which the government of Guam acquires health insurance coverage for 5 its active employees and retirees are negotiated in a manner so as to ultimately 6 reflect the most economical and beneficial health plan possible. I Liheslaturan 7 Guahan further finds that although funding for the government of Guam's annual 8 contribution to the health care insurance plan is dependent upon an appropriation 9 to be included in the upcoming Fiscal Year Budget act, the negotiation process is 10

completed prior to the budget process without Legislative input or knowledge. The
 annual task of negotiating the upcoming fiscal year's healthcare insurance plan is
 conducted and completed without appropriate input and feedback from policy
 makers responsible for appropriating the available funds of the people of Guam.

Therefore, it is the intent of I Liheslaturan Guahan to include at least two 5 key members of the Guam Legislature in the Government of Guam's Health 6 Insurance Negotiating Team. The Chairpersons of both the Committee on Health 7 and the Committee on Appropriations will be integral members in ensuring any 8 health plan the government of Guam procures for its employees and retirees is the 9 most beneficial, while also being fiscally achievable and realistically reflective of 10 budgetary constraints. It is further, the intent of I Liheslatura Guahan to seek to 11 ensure that by the inclusion of two of its members who chair the Health and 12 Appropriations Committees in the Negotiating Team, it will better ensure the 13 government of Guam does not repeat the unconscionable and callous actions of 14 entering into a health insurance plan that is unanticipated and unaffordable by the 15 taxpayers of Guam. 16

Section 2: Inclusion of Policymakers in the Government of Guam
Health Insurance Negotiating Team. Subsection (c) of §4302 of Article 3,
Chapter 4, Title 4, Guam Code Annotated, is hereby *amended*, to read:

²⁰ "(c) A Negotiating Team consisting of the Director of Administration, who ²¹ shall be Chairperson; the Administrator of the Department of Integrated Services ²² for Individuals with Disabilities ('DISISD'), or his or her designee; the Director ²³ of Bureau of Budget and Management Research, or his or her designee; an ²⁴ employee representative from the Judicial Branch to be appointed by the Chief ²⁵ Justice of the Supreme Court of Guam; the Chairperson of the Committee on ²⁶ Health of *I Liheslaturan Guahan, or his or her designee; the Chairperson of the*

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Committee on Appropriations of *I Liheslaturan Guahan*, or his or her designee; 1 an employee representative of the Legislative Branch to be appointed by the 2 Speaker of I Liheslaturan Guahan; the Superintendent of the Department of 3 Education, or his or her designee; the Director of the Government of Guam 4 Retirement Fund, or his or her designee; a retiree who is a member of the 5 Government of Guam Retirement Fund to be appointed by the Board of Trustees of 6 the Government of Guam Retirement Fund; and one (1) member of the general 7 public, appointed by I Maga'lahen Guahan, shall examine the financial 8 information of the prepaid health insurance companies, health care providers or 9 other legal entities for the purpose of developing the most economical and 10 beneficial health plan for the Government of Guam employees and retirees. The 11 Negotiating Team may obtain technical support from other financial and health-12 related agencies. The Negotiating Team shall develop its rules of procedure in 13 accordance with the Administrative Adjudication Law. The Negotiating Team with 14 the approval of I Maga'lahi is authorized to contract an actuary competent to 15 develop proposed health insurance rates or other recognized expert to train and/or 16 advise the Negotiating Team." 17

18 Section 3. Clarification of Applicability of Amendment pursuant to 19 Section 2 of this Act. The amendment provided pursuant to Section 2 of this Act 20 shall only apply to the first paragraph of Subsection (c), and shall not affect or 21 change the existing accompanying Parts 1, 2, and 3 of Subsection (c) of §4302 of 22 Article 3, Chapter 4, Title 4, Guam Code Annotated, which shall remain unchanged 23 and in full force and effect.

Section 4. Effective Date. Notwithstanding any other provision of law, the
 provisions of this Act shall be effective upon enactment.

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