



2005 ASSEMBLY BILL 5

January 13, 2005 - Introduced by Representatives GIELOW, DAVIS, GARD, LOEFFELHOLZ, OTT, AINSWORTH, ALBERS, FREESE, FRISKE, GRONEMUS, GUNDERSON, HAHN, HINES, HUBLER, HUNDERTMARK, JENSEN, JESKEWITZ, KAUFERT, KERKMAN, KESTELL, KRAWCZYK, LEMAHIEU, LOTHIAN, MCCORMICK, MEYER, MUSSER, NASS, NELSON, NERISON, NISCHKE, PETTIS, STONE, STRACHOTA, TOWNS, UNDERHEIM, VAN ROY, VOS, VRAKAS, VUKMIR and M. WILLIAMS, cosponsored by Senators HARSDFORF, DARLING, BROWN, GROTHMAN, HANSEN, JAUCH, LASSA, MILLER and STEPP. Referred to Committee on Health.

- 1 **AN ACT to amend** 185.99 (2) (a), 185.99 (5) (title) and 185.99 (6) of the statutes;
2 **relating to:** health benefit purchasing cooperatives.

Analysis by the Legislative Reference Bureau

Under current law, before January 1, 2008, one nonstock health benefit purchasing cooperative (cooperative) may be organized in each of five geographic areas of the state that are designated by the Commissioner of Insurance (commissioner) by order. The purpose of the cooperatives is to provide health care benefits to the employees, members, and officers of the members of each cooperative and to their dependents through a three-year contract with an insurer. Each cooperative must submit to the legislature and to the commissioner an annual report on the progress of the health benefit purchasing arrangement and, within a year after the end of the three-year contract term, a report on the significant findings from the project, including the effects on group health care coverage premiums and the number of uninsured in the geographic area of the cooperative.

This bill removes certain limits on the project. Under the bill, the commissioner may designate any number of geographic areas of the state in which cooperatives may be organized, and any number of cooperatives may be organized in each geographic area to provide health care benefits to their employees, members, and officers of the members and to their dependents. In addition, the cooperatives are no longer required to be organized before January 1, 2008. All other features of the project are the same as under current law.

