

SUBSTITUTE FOR  
HOUSE BILL NO. 4700

A bill to amend 1976 PA 451, entitled  
"The revised school code,"  
(MCL 380.1 to 380.1852) by adding section 1255a.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1           SEC. 1255A. (1) IF A SCHOOL DISTRICT, INTERMEDIATE SCHOOL  
2 DISTRICT, OR PUBLIC SCHOOL ACADEMY HAS 100 OR MORE EMPLOYEES IN A  
3 MEDICAL BENEFIT PLAN, OR PARTICIPATES IN AN ARRANGEMENT OR LETTER  
4 OF INTENT DESCRIBED IN SECTION 15(2) OF THE PUBLIC EMPLOYEES HEALTH  
5 BENEFIT ACT, 2007 PA 106, MCL 124.85, FOR A MEDICAL BENEFIT PLAN  
6 FOR 100 OR MORE PUBLIC EMPLOYEES, THE BOARD OF THE SCHOOL DISTRICT  
7 OR INTERMEDIATE SCHOOL DISTRICT OR BOARD OF DIRECTORS OF THE PUBLIC  
8 SCHOOL ACADEMY SHALL NOT ENTER INTO A CONTRACT FOR THAT MEDICAL  
9 BENEFIT PLAN UNLESS THE CONTRACT PROVIDES FOR 1 OF THE FOLLOWING:

1           (A) THAT THE SCHOOL DISTRICT, INTERMEDIATE SCHOOL DISTRICT, OR  
2 PUBLIC SCHOOL ACADEMY IS A POLICYHOLDER FOR THE MEDICAL BENEFIT  
3 PLAN AND, AT ALL TIMES DURING THE PERIOD OF THE CONTRACT, THE  
4 SCHOOL DISTRICT, INTERMEDIATE SCHOOL DISTRICT, OR PUBLIC SCHOOL  
5 ACADEMY WILL HAVE ACCESS BY ELECTRONIC MEANS TO AT LEAST ALL OF THE  
6 CLAIMS UTILIZATION AND COST INFORMATION DESCRIBED IN SECTION 15 OF  
7 THE PUBLIC EMPLOYEES HEALTH BENEFIT ACT, 2007 PA 106, MCL 124.85.

8           (B) THAT, WITHIN 10 BUSINESS DAYS AFTER MAKING A WRITTEN  
9 REQUEST, THE SCHOOL DISTRICT, INTERMEDIATE SCHOOL DISTRICT, OR  
10 PUBLIC SCHOOL ACADEMY WILL BE GIVEN ACCESS BY ELECTRONIC MEANS TO  
11 AT LEAST ALL OF THE CLAIMS UTILIZATION AND COST INFORMATION  
12 DESCRIBED IN SECTION 15 OF THE PUBLIC EMPLOYEES HEALTH BENEFIT ACT,  
13 2007 PA 106, MCL 124.85.

14           (2) FOR A MEDICAL BENEFIT PLAN PROVIDED BY A SCHOOL DISTRICT,  
15 INTERMEDIATE SCHOOL DISTRICT, OR PUBLIC SCHOOL ACADEMY FOR FEWER  
16 THAN 100 EMPLOYEES, SUBSECTION (1) DOES NOT AFFECT THE ABILITY OF  
17 THE SCHOOL DISTRICT, INTERMEDIATE SCHOOL DISTRICT, OR PUBLIC SCHOOL  
18 ACADEMY TO BE A POLICYHOLDER FOR THE MEDICAL BENEFIT PLAN.

19           (3) AS USED IN THIS SECTION, "MEDICAL BENEFIT PLAN" MEANS THAT  
20 TERM AS DEFINED IN SECTION 3 OF THE PUBLIC EMPLOYEES HEALTH BENEFIT  
21 ACT, 2007 PA 106, MCL 124.73.