HB1769 POLPCS1 Dell Kerbs-MJ 2/3/2025 10:44:29 am

COMMITTEE AMENDMENT

HOUSE OF REPRESENTATIVES
State of Oklahoma

SPEAKER:

CHAIF	₹:						
I move to	amend HE	31769					
Page			Li:	nes	Of the	e printed	Bill
				0	f the I	Engrossed	Bill
By deleting thereof the			measure,	and by	insert	ing in li	eu
AMEND TITLE Adopted:			 Amendment	t submitt	ed by: I	Dell Kerbs	

1 STATE OF OKLAHOMA 2 1st Session of the 60th Legislature (2025) 3 PROPOSED POLICY COMMITTEE SUBSTITUTE FOR 4 HOUSE BILL NO. 1769 By: Kerbs 5 6 7 PROPOSED POLICY COMMITTEE SUBSTITUTE 8 9 An Act relating to insurance; amending 70 O.S. 2021, Section 26-105, as amended by Section 3, Chapter 245, O.S.L. 2024 (70 O.S. Supp. 2024, Section 26-105), 10 which relates to purchase of benefits by school district employees; modifying enrollment period for 11 benefits; and providing an effective date. 12 1.3 14 BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA: 15 70 O.S. 2021, Section 26-105, as SECTION 1. AMENDATORY 16 amended by Section 3, Chapter 245, O.S.L. 2024 (70 O.S. Supp. 2024, 17 Section 26-105), is amended to read as follows: 18 Section 26-105. A. The flexible benefit allowance shall be 19 used by a school district employee who is participating in the 20 cafeteria plan to purchase major medical health care plan coverage 21 offered by the school district through a cafeteria plan. Any excess 22 flexible benefit allowance over the cost of the major medical 23 coverage purchased by the employee who is participating in the 24 cafeteria plan may be used to purchase any of the additional

benefits offered by the school district or may be taken as taxable compensation as provided in subsection C of this section. Certified personnel who choose not to participate in the school-district-sponsored cafeteria plan shall receive Sixty-nine Dollars and seventy-one cents (\$69.71) per month as taxable compensation in lieu of the flexible benefit allowance amount provided in subsection B of this section. Support personnel who choose not to participate in the school-district-sponsored cafeteria plan shall receive One Hundred Eighty-nine Dollars and sixty-nine cents (\$189.69) per month as taxable compensation in lieu of the flexible benefit allowance amount provided in subsection B of this section.

- B. Each eligible school district employee shall be credited annually with a specified amount as a flexible benefit allowance which shall be available for the purchase of benefits. The amount of the flexible benefit allowance credited to each eligible school district employee shall be communicated to the employee prior to the enrollment period for each plan year.
- 1. For the fiscal year ending June 30, 2002, the flexible benefit allowance amount for certified personnel shall be no less than Sixty-nine Dollars and seventy-one cents (\$69.71) per month. For the fiscal year ending June 30, 2002, the flexible benefit allowance amount for support personnel shall be no less than One Hundred Eighty-nine Dollars and sixty-nine cents (\$189.69) per month.

2. For the fiscal year ending June 30, 2004, the flexible benefit allowance amount for certified personnel shall be no less than fifty-eight percent (58%) of the premium amount for the HealthChoice (Hi) option plan for an individual offered by the Oklahoma Employees Insurance and Benefits Board. For the fiscal year ending June 30, 2003, and each fiscal year thereafter, the flexible benefit allowance amount for support personnel shall be no less than one hundred percent (100%) of the premium amount for the HealthChoice (Hi) option plan for an individual offered by the Oklahoma Employees Insurance and Benefits Board.

- 3. For the fiscal year ending June 30, 2005, and each fiscal year thereafter, the flexible benefit allowance amount for certified personnel shall be no less than one hundred percent (100%) of the premium amount for the HealthChoice (Hi) option plan for an individual offered by the Oklahoma Employees Insurance and Benefits Board.
- C. If a school district employee who is participating in the cafeteria plan elects benefits whose sum total is less than the flexible benefit allowance, the employee shall receive any excess flexible benefit allowance as taxable compensation. Such taxable compensation shall be paid in substantially equal amounts each pay period over the plan year. Except as otherwise provided for in subsection D of this section, on termination during a plan year, a participating school district employee shall have no right to

- receive any taxable cash compensation allocated to the portion of the plan year after the termination of the employee.
- D. In cases where the employee of a school district fulfills the terms of their contract and terminates employment for the subsequent year, the employee shall be entitled to the flexible benefit allowance for the remainder of the current benefit term. For purposes of this subsection, "benefit term" shall mean the twelve-month period after the initiation of benefits for the position held by the employee.
- E. Each school district employee shall make an annual election of benefits under the plan during an enrollment period to be held prior to the beginning of each plan year beginning November 1 and running until December 15. The enrollment period dates will be determined annually and will be announced by the school district providing the enrollment period shall end no later than thirty (30) days before the beginning of the plan year. Each school district employee shall make an irrevocable advance election for the plan year or the remainder of the plan year pursuant to procedures the school district shall prescribe.
- F. The school district shall prescribe the forms that school district employees shall be required to use in making their elections, and may prescribe deadlines and other procedures for filing the elections.

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- G. School district employees hired after the closing of the enrollment period shall be allowed to make an election as provided in this act.
- H. A district board of education shall have the option of providing a flexible benefit allowance to the superintendent of the school district in an amount not more than the amount of the flexible benefit allowance established for certified personnel in subsection B of this section. Funding for the flexible benefit allowance for a superintendent shall be provided through local revenue.
- SECTION 2. This act shall become effective November 1, 2025.

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