# **WEST VIRGINIA LEGISLATURE**

SECOND REGULAR SESSION, 2002

# ENROLLED

# House Bill No. 4136

(By Delegates Douglas, Kuhn, Butcher, Flanigan, Manchin, Border and Walters)

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Passed February 20, 2002

In Effect Ninety Days from Passage STATS TO YARE AINIDALY TSAVESINIA OFFICE WEST VIRGINIA

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GATIGE WEST VIRGINIA SECRETARY OF STATE

## ENROLLED

## H. B. 4136

### (BY DELEGATES DOUGLAS, KUHN, BUTCHER, FLANIGAN, MANCHIN, BORDER AND WALTERS)

(Originating in the Committee on Government Organization)

[Passed February 20, 2002; in effect ninety days from passage.]

AN ACT to amend and reenact sections three and twenty-seven, article sixteen, chapter five of the code of West Virginia, one thousand nine hundred thirty-one, as amended, relating to continuation of the public employees insurance agency; deleting outdated language concerning advisory board; deleting severability clause.

#### Be it enacted by the Legislature of West Virginia:

That sections three and twenty-seven, article sixteen, chapter five of the code of West Virginia, one thousand nine hundred thirty-one, as amended, be amended and reenacted to read as follows:

ARTICLE 16. WEST VIRGINIA PUBLIC EMPLOYEES INSURANCE ACT.

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§5-16-3. Composition of public employees insurance agency; appointment, qualification, compensation and duties of director of agency; employees; civil service coverage; director vested after specified date with powers of public employees insurance board.

(a) The public employees insurance agency consists of the 1 2 director, the finance board, the advisory board and any employees who may be authorized by law. The director shall be 3 4 appointed by the governor, with the advice and consent of the 5 Senate. He or she shall serve at the will and pleasure of the 6 governor, unless earlier removed from office for cause as 7 provided by law. The director shall have at least three years 8 experience in health insurance administration prior to appoint-9 ment as director. The director shall receive actual expenses incurred in the performance of official business. The director 10 shall employ such administrative, technical and clerical 11 12 employees that are required for the proper administration of the 13 insurance programs provided for in this article. The director 14 shall perform the duties that are required of him or her under 15 the provisions of this article and is the chief administrative 16 officer of the public employees insurance agency. The director 17 may employ a deputy director.

18 (b) All positions in the agency, except for the director, his 19 or her personal secretary, the deputy director and the chief 20 financial officer shall be included in the classified service of the 21 civil service system pursuant to article six, chapter twenty-nine 22 of this code. Any person required to be included in the classi-23 fied service by the provisions of this subsection who was 24 employed in any of the positions included in this subsection on 25 or after the effective date of this article shall not be required to 26 take and pass qualifying or competitive examinations upon or 27 as a condition to being added to the classified service: Pro-28 vided, That no person required to be included in the classified service by the provisions of this subsection who was employed in any of the positions included in this subsection as of the effective date of this section shall be thereafter severed, removed or terminated in his or her employment prior to his or her entry into the classified service except for cause as if the person had been in the classified service when severed, removed or terminated.

36 (c) The director is responsible for the administration and 37 management of the public employees insurance agency as 38 provided for in this article and in connection with his or her 39 responsibility may make all rules necessary to effectuate the 40 provisions of this article. Nothing in section four or five of this 41 article limits the director's ability to manage on a day-to-day 42 basis the group insurance plans required or authorized by this 43 article, including, but not limited to, administrative contracting, 44 studies, analyses and audits, eligibility determinations, utiliza-45 tion management provisions and incentives, provider negotia-46 tions, provider contracting and payment, designation of covered 47 and noncovered services, offering of additional coverage options or cost containment incentives, pursuit of coordination 48 49 of benefits and subrogation, or any other actions which would 50 serve to implement the plan or plans designed by the finance 51 board.

#### §5-16-27. Continuation.

- 1 The public employees insurance agency shall continue to
- 2 exist, pursuant to article ten, chapter four of this code, until the
- 3 first day of July, two thousand three, unless sooner terminated,
- 4 continued or reestablished pursuant to the provisions of that
- 5 article.

Enr. H. B. 4136]

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That Joint Committee on Enrolled Bills hereby certifies that the foregoing bill is correctly enrolled.

w Chairman Sehate Committee Ghairman House Committee

Originating in the House.

In effect ninety days from passage.

Clerk of the Senate

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Speaker of the House of Delegates

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