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## WEST VIRGINIA LEGISLATURE

FIRST REGULAR SESSION, 1993

## ENROLLED

HOUSE BILL No. 2654

(By Delegates Jorn, Fungale, Hack, Higgins, Olurino, ) Walter and Willison



Passed April 7, 1993

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## ENROLLED H. B. 2654

(By Delegates Love, Fragale, Heck, Higgins, Oliverio, Walters and Willison)

[Passed April 7, 1993; in effect July 1, 1993.]

AN ACT to amend and reenact section three, article sixteen, chapter five of the code of West Virginia, one thousand nine hundred thirty-one, as amended, relating to continuing the public employees insurance agency.

Be it enacted by the Legislature of West Virginia:

That section three, 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:

§5-16-3. Public employees insurance agency continued; 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; expiration of agency.

1 (a) The public employees insurance agency, heretofore 2 created, is continued, and shall consist of the director, 3 the finance board, the advisory board and such employees as may be authorized by law. The director shall 4 5 be appointed by the governor, with the advice and 6 consent of the Senate. He or she shall serve at the will 7 and pleasure of the governor, unless earlier removed 8 from office for cause as provided by law. The director 9 shall have at least three years experience in health 10 insurance administration prior to appointment as 11 director. The director shall receive an annual salary 12 established by the governor not to exceed fifty-five 13 thousand dollars and actual expenses incurred in the 14 performance of official business. The director shall 15 employ such administrative, technical and clerical 16 employees as shall be required for the proper adminis-17 tration of the insurance programs herein provided. The 18 director shall perform such duties as are required of 19 him or her under the provisions of this article and shall 20 be the chief administrative officer of the public 21 employees insurance agency.

22 (b) All positions in the agency, except for the director 23 and his or her personal secretary, shall be included in 24 the classified service of the civil service system pursuant 25 to article six, chapter twenty-nine of this code. Any 26 person required to be included in the classified service 27 by the provisions of this subsection who was employed 28 in any of the positions included herein on or after the 29 effective date of this article shall not be required to take 30 and pass qualifying or competitive examinations upon 31 or as a condition to being added to the classified service: 32 *Provided.* That no person required to be included in the 33 classified service by the provisions of this subsection 34 who was employed in any of the positions included 35 herein as of the effective date of this' section shall be 36 thereafter severed, removed or terminated in his or her 37 employment prior to his or her entry into the classified 38 service except for cause as if such person had been in 39 the classified service when severed, removed or 40 terminated.

41 (c) The director shall be responsible for the adminis-42 tration and management of the public employees 43 insurance agency as provided for in this article and in 44 connection therewith shall have the power and authority 45 to make all rules and regulations necessary to effectuate 46 the provisions of this article. Nothing in sections four or five of this article shall limit the director's ability to 47 48 manage on a day-to-day basis the group insurance plans 49 required or authorized by this article, including, but not limited to, administrative contracting, studies, analyses 50 51 and audits, eligibility determinations, utilization 52 management provisions and incentives, provider negotiations, provider contracting and payment, designation
of covered and noncovered services, offering of additional coverage options or cost containment incentives,
pursuit of coordination of benefits and subrogation, or
any other actions which would serve to implement the
plan or plans designed by the finance board.

(d) The public employees insurance agency shall
terminate in the manner provided in section four, article
ten, chapter four of this code, on the first day of July,
one thousand nine hundred ninety-four, unless extended
by legislation enacted before the termination date.

Enr. H. B. 2654] 4 The Joint Committee on Enrolled Bills hereby certifies that the foregoing bill is correctly eproled. Chairman Senate Comm fee. Chairman House Committee Originating in the House. Takes effect July 1, 1993. Clerk of the Senate e House lent of the Senate Speaker of the House of Delegates The within 1s approved this the 19th day of . 1993. oner 8 GCU - . ...

PRESENTED TO THE

GOVERNOR Date <u>4/14/93</u> Time <u>11:03</u> p.m