

Legislative Update School Employees' Benefits Board Program

Senate Ways & Means Committee

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Background

- Under legislation in 2017 (EHB 2242) and in 2018 (ESSB 6241), school employee health care benefits were consolidated under the SEBB Program
 - Starting January 1, 2020, all districts and charter schools must provide eligible employees with health care and other insurance benefits through the SEBB Program
 - All school employees (certificated and classified) anticipated to work 630 hours in a school year and their dependents are eligible
 - Employee premiums for full family medical coverage cannot be more than 3 times the premium for individual coverage for the same plan

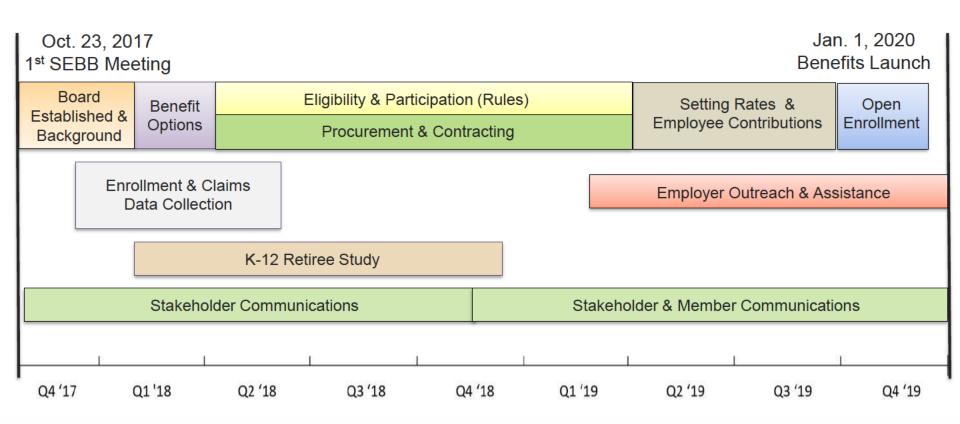


Who can be covered by SEBB Program benefits?

- Estimated 200,000-300,000 school employees and dependents in a single community-rated risk pool
 - Certificated and classified employees working at least 630 hours per year
 - Legal spouses and state-registered domestic partners
 - Children up to age 26
 - Children of any age with disabilities
- Retired and disabled school employees remain in PEBB Program, unless changed by the Legislature
 - HCA recently delivered a legislative report on retired and disabled school employees risk pooling options



SEBB Program Launch Key Activities





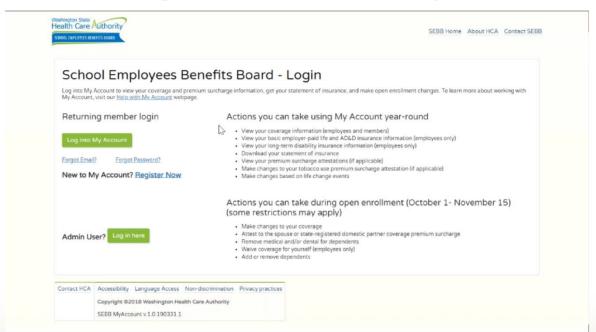
Major Accomplishments in 2018

- 11 School Employees Benefits Board meetings with action on 53 policy resolutions
 - Board adopted core eligibility and enrollment policies with rule-making activity ongoing
 - Board established preliminary benefit design for medical, dental, vision, life, and disability insurance benefits
- Benefit procurements completed; contract negotiations underway
 - Procurements performed for medical, vision, and disability benefits
 - Contract negotiations in process on two dozen contracts or contract amendments
- Passage of ESSB 6241 (agency request legislation)
- HCA continuously engaging with key stakeholders
 - Hundreds of comments reviewed during Board policy development process



Major Accomplishments in 2018 (cont'd)

- Preliminary eligibility and enrollment modeling completed
- Collective bargaining tentative agreement reached
- HCA started building online enrollment system





Major Accomplishments in 2018 (cont'd)

 Website Development and Initial Member Communications <u>www.hca.wa.gov/sebb</u>







Upcoming 2019 Milestones

- Medical plan rate development refinement to further inform legislative budget process
- Final execution of contracts with all carriers
- Complete IT build and perform testing of required integrations (e.g., payroll) with school district partners and carriers
- After the budget is enacted, Board refinement of benefit designs and setting employee premiums
- Initial open enrollment October 1-November 15, 2019
- Benefits launch January 1, 2020



Questions?

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HCA risk pool analysis legislative report:

https://www.hca.wa.gov/assets/program/ehb-2242-retired-disabled-school-employees-risk-pool-12-15-18.pdf