Status: DRAFT

## **Policy 4254: Health And Welfare Benefits**

Original Adopted Date: 10/05/2010 | Last Revised Date: 12/11/2012 | Last Reviewed Date: 12/11/2012

The Governing Board recognizes that health and welfare benefits are essential to promote employee health and productivity and are an important part of the compensation offered to employees. The district shall provide health and welfare benefits for certificated and classified employees in bargaining units in accordance with state and federal law and subject to negotiated employee agreements.

Management, Certificated management, administrative, and supervisory, confidential, and unrepresented employees who are not in bargaining units shall selectreceive the same employee benefit package (i.e., health, dental, vision, and life insurance) welfare benefits as those specified in the collective bargaining agreement for either certificated or classified employees. Upon reaching age fifty-five (55) for certificated employees or age fifty (50) for non-certificated employees, completing ten (10) full years of service in a paid status with the district, and having retired from the district, Classified management, administrative, and supervisory confidential, and unrepresented employees who are not in bargaining units shall be provided receive the same retirement medical health and welfare benefits provided as those specified in the collective bargaining agreement for certificated employees.

For purposes of granting benefits <del>pursuant to state law, a registered domestic partner and his/her child shall have the same rights, protections, and benefits as a spouse and spouse's child. (Family Code 297.5)

The Superintendent or designee shall not use or disclose any medical information the district possesses pertaining to an employee without the employee's authorization obtained in accordance with Civil Code 56.21, except for the purpose of administering and maintaining employee benefit plans and for other purposes specified in law. (Civil Code 56.20)</del>

## Continuation of Coverage (Family Code 297.5, 300)

The district shall offer full-time employees who work an average of 30 hours or more per week and their dependents up to age 26 years a health insurance plan that includes coverage for essential health benefits, pays at least 60 percent of the medical expenses covered under the terms of the plan, and meets all other requirements of the federal Patient Protection and Affordable Care Act.

With respect to eligibility to participate in the health benefits plan or the level of health benefits provided, the district shall not discriminate in favor of employees who are among the highest paid 25 percent of all district employees. (26 USC 105; 42 USC 300gg-16)

### **Continuation of Coverage**

Retired certificated employees, other employees who would otherwise lose coverage due to a qualifying event specified in law and administrative regulation, and their qualified beneficiaries may continue to participate in the district's group health and welfare benefits in accordance with state and federal law. To receive continuation coverage

<u>Unless otherwise provided for in the applicable collective bargaining agreement</u>, covered employees and their qualified beneficiaries shall paymay receive continuation coverage by paying the premiums, dues, and other charges, including any increases in premiums, dues, and costs incurred by the district in administering this program.

#### **Retired Employees Health and Welfare Benefits**

Retired employees and other qualified persons may continue to participate in the district's group health and welfare benefit plan and dental care benefit plan in accordance with state and federal law and bargaining unit contract. The district shall make available a contribution to management, supervisory, confidential, and unrepresented employees equivalent to that available to certificated bargaining unit members towards the payment of the group medical insurance program. This shall be paid for a maximum of ten consecutive years, beginning with the first year of retirement, until he/she becomes eligible for Medicare, whether or not the retiree qualifies for Medicare. At that time the district contribution towards medical insurance shall cease. At that time, however, the retiree may remain on the medical insurance program at his/her own expense.

To quality for this retirement medical plan, the following criteria must be met by the employee: a) must have 10 full years of service in a paid status with the district, b) must have retired from the district, and c) reaching age fifty-five (55) for certificated employees or age fifty (50) for non-certificated employees. the program.

## **Confidentiality**

1 USC 7

26 CFR 1.105-11

26 CFR 54.4980B-1-54.4980B-10

The Superintendent or designee shall not use or disclose any employee's medical information the district possesses without the employee's authorization obtained in accordance with Civil Code 56.21, except for the purpose of administering and maintaining employee benefit plans and for other purposes specified in law. (Civil Code 56.20)

**Policy Reference Disclaimer:** These references are not intended to be part of the policy itself, nor do they indicate the basis or authority for the board to enact this policy. Instead, they are provided as additional resources for those interested in the subject matter of the policy.

State References	Description
Civ. Code 56.10-56.16	Disclosure of information by medical providers
Civ. Code 56.20-56.245	Use and disclosure of medical information by employers
Ed. Code 17566	Self-insurance fund
Ed. Code 35208	Liability insurance
Ed. Code 35214	Liability insurance (self-insurance or a combination of self-insurance and insurance through an insurance company)
Ed. Code 44041-44042	Payroll deductions for collection of premiums
Ed. Code 44986	Leave of absence; state disability benefits
Ed. Code 45136	Benefits for classified employees
Ed. Code 7000-7008	Health and welfare benefits; retired certificated employees
Fam. Code 297-297.5	Rights, protections, benefits under the law; registered domestic partners
Fam. Code 300	Definition of marriage
Gov. Code 12940	Unlawful discriminatory employment practices
Gov. Code 22750-22944	Public Employees' Medical and Hospital Care Act
Gov. Code 53200-53210	Group insurance
H&S Code 1366.20-1366.29	Cal-COBRA program; health insurance
H&S Code 1367.08	Disclosure of fees and commissions paid related to health care service plan
H&S Code 1373	Health services plan; coverage for dependent children
H&S Code 1373.621	Continuation coverage; age 60 or older after five years with district
H&S Code 1374.58	Coverage for registered domestic partners; health service plans and health insurers
Ins. Code 10116.5	Continuation coverage; age 60 or older after five years with district
Ins. Code 10128.50-10128.59	Cal-COBRA program; disability insurance
Ins. Code 10277-10278	Group and individual health insurance; coverage for dependent children
Ins. Code 10604.5	Annual disclosure of fees and commissions paid
Ins. Code 12670-12692.5	Conversion coverage
Lab. Code 2800.2	Notification of availability of continuation health coverage
Lab. Code 4856	Health benefits for spouse of peace officer killed in performance of duties
Unemp. Ins. Code 2613	Disability insurance; notice of rights and benefits
Federal References	Description

Definition of marriage and spouse

**COBRA** continuation coverage

Self-insured medical reimbursement plan

26 CFR 54.4980H-1-54.4980H-6 Patient Protection and Affordable Care Act

26 USC 105 Self-insured medical reimbursement plan; definition of highly compensated

individual

26 USC 4980B COBRA continuation coverage

26 USC 4980H

Penalty for noncompliance with employer-provided health care

requirements

26 USC 5000A Minimum essential coverage

26 USC 6056 Report of health coverage provided to employees

29 USC 1161-1168 COBRA continuation coverage

42 USC 1395-1395g Medicare benefits

42 USC 300gg-16

Group health plan; nondiscrimination in favor of highly compensated is divided.

individuals

42 USC 300gg-300gg95 Patient Protection and Affordable Care Act

45 CFR 164.500-164.534 Privacy of individually identifiable health information

# Management Resources References Description

CSBA Publication

Health Policy: Implications of Covered California for School Boards, Districts

and Personnel, Governance Brief, January 2013

Internal Revenue Service Notification 2011-1 Affordable Care Act Nondiscrimination Provisions Applicable to

**Insured Group Health Plans** 

U.S. Department of Treasury Publication

Fact Sheet: Final Regulations Implementing Employer Shared Responsibility

Under the Affordable Care Act (ACA) for 2015

Website CSBA District and County Office of Education Legal Services

Website U.S. Department of Health and Human Services, Centers for Medicare and

**Medicaid Services** 

Website <u>California Employment Development Department</u>

Website Internal Revenue Service
Website U.S. Department of Labor

Website CSBA

#### Cross References Description

1340 Access To District Records
1340 Access To District Records
2121 Superintendent's Contract

3100 Budget 3100 Budget

3460 Financial Reports And Accountability
3460 Financial Reports And Accountability

3530 Risk Management/Insurance
3530 Risk Management/Insurance

4030 Nondiscrimination In Employment
4030 Nondiscrimination In Employment

4112.6 Personnel Files

4112.9 Employee Notifications
4112.9-E(1) Employee Notifications

4117.11 Preretirement Part-Time Employment
4118 Dismissal/Suspension/Disciplinary Action
4118 Dismissal/Suspension/Disciplinary Action

4121 Temporary/Substitute Personnel
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4140 Bargaining Units

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4151 Employee Compensation

4161 Leaves

4161.1 Personal Illness/Injury Leave
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 4218 Dismissal/Suspension/Disciplinary Action

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4300 Administrative And Supervisory Personnel

4312.6 Personnel Files

4312.9 Employee Notifications
4312.9-E(1) Employee Notifications

4340 Bargaining Units

4351 <u>Employee Compensation</u>

4361 Leaves

4361.1 Personal Illness/Injury Leave
4361.11 Industrial Accident/Illness Leave
4361.8 Family Care And Medical Leave

9250-E PDF(1)

Remuneration, Reimbursement And Other Benefits

Remuneration, Reimbursement And Other Benefits