A BILL FOR AN ACT

RELATING TO HEALTH INSURANCE.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

1	SECT	TION 1. (a) There is established the temporary health	
2	insurance	e for unemployed persons program to provide temporary	
3	health care coverage for persons who have lost employment on or		
4	after July 1, 2008.		
5	(b)	To be eligible to participate in this program the	
6	person shall:		
7	(1)	Have lost the person's health insurance as a result of	
8		a furlough, layoff, reduced work hours, or termination	
9		of employment on or after July 1, 2008;	
10	(2)	Be ineligible for any health insurance coverage from	
11		another source; and	
12	(3)	Agree to pay for the costs of the premium for the	
13		person's coverage.	
14	(c)	The temporary health insurance for unemployed persons	
15	program s	hall provide a benefit package similar to the basic	
16	benefits	provided by the department of human service's OUEST-Net	

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- program and shall be administered by the department of human services.
- 3 SECTION 2. (a) If a person is entitled to continue health
- 4 insurance coverage under the federal Consolidated Omnibus Budget
- 5 Reconciliation Act, that person may apply for reimbursement of
- 6 up to \$125 per month for a single covered person and up to \$315
- 7 per month for family coverage for the purpose of continuing the
- 8 person's health insurance and prescription drug coverage.
- 9 (b) The total reimbursement a person may collect under
- 10 this section shall be for three months of coverage from the
- 11 effective date of the individual's loss of coverage.
- (c) A person is eligible for reimbursement of payments if:
- 13 (1) The person became unemployed or furloughed, was laid
- off, or suffered a reduction in work hours that has
- resulted in the loss of the person's employment
- 16 related group health insurance which occurred on or
- 17 after July 1, 2008;
- 18 (2) The person is ineligible for any other insurance
- 19 coverage as a beneficiary of another person;
- 20 (3) The person is entitled to continue health insurance
- 21 coverage under the federal Consolidated Omnibus Budget
- 22 Reconciliation Act;

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2	(4)	The person is not eligible for any other employment
3		related group health coverage reimbursement or subside
4		to assist the unemployed person in continuing the
5		person's group health insurance coverage;
6	(5)	The person certifies in writing the amount paid by the
7		person for prescription and medical coverage for the
8		three-month period beginning on the effective date of
9		the person's loss of coverage; and
10	(6)	The person's employer certifies in writing that the
11		person is not entitled to any other subsidy to cover
12		the cost of health insurance and prescription coverage
13		offered by the employer or the employer's health
14		insurer.
15	(d)	Reimbursements under this section shall be
16	administered by the department of labor and industrial	
17	relations.	
18	SECTION 3. There is appropriated out of the general	
19	revenues o	of the State of Hawaii the sum of \$ or so
20	much there	eof as may be necessary for fiscal year 2009-2010 and
21	the same s	sum or so much thereof as may be necessary for fiscal

year 2010-2011 for administration of the temporary health

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- 1 insurance for unemployed persons program established by this
- 2 Act.
- 3 The sums appropriated by this section shall be expended by
- 4 the department of human services.
- 5 SECTION 4. There is appropriated out of the general
- 6 revenues of the State of Hawaii the sum of \$ or so
- 7 much thereof as may be necessary for fiscal year 2009-2010 and
- 8 the same sum or so much thereof as may be necessary for fiscal
- 9 year 2010-2011 for the reimbursement of payments made under this
- 10 Act.
- 11 The sums appropriated by this section shall be expended by
- 12 the department of labor and industrial relations.
- 13 SECTION 5. This Act shall take effect on July 1, 2009;
- 14 provided that sections 1 and 2 shall be repealed on June 30,
- **15** 2011.

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Report Title:

Temporary Health Insurance, Unemployment

Description:

Creates the temporary health insurance for unemployed persons program to provide temporary health insurance to persons who have lost coverage and assist with premiums for persons who are COBRA-eligible due to furlough, layoff, reduced work hours, or termination of employment on or after July 1, 2008.