P4, P1 9lr2230

By: Senator Rosapepe

Introduced and read first time: February 5, 2009

Assigned to: Budget and Taxation

A BILL ENTITLED

1 AN ACT concerning

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Protection of State Employees - Health Care Flexible Spending Account Contributions

FOR the purpose of requiring the Secretary of Budget and Management to ensure that any contract entered into on or after a certain date for the administration of certain flexible spending accounts requires the administrator to reimburse an employee who has a health care flexible spending account for any money in the account forfeited by the employee under certain circumstances; requiring the Department of Budget and Management to reimburse an employee for certain forfeited money until a certain date; requiring the Department to give a certain notice to each employee who has a health care flexible spending account; and generally relating to flexible spending account benefits under the State Employee and Retiree Health and Welfare Benefits Program.

14 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF 15 MARYLAND, That:

- (a) The Secretary of Budget and Management shall ensure that any contract entered into by the State on or after July 1, 2009, for the administration of the Flexible Spending Accounts available under the State Employee and Retiree Health and Welfare Benefits Program requires the administrator to reimburse an employee who has a Health Care Flexible Spending Account for any money in the account forfeited by the employee because a request for reimbursement from the Health Care Account was not submitted by the filing deadline.
- (b) Until the effective date of the contract with the administrator of the Flexible Spending Accounts, the Department of Budget and Management shall reimburse an employee for any money forfeited, as provided in subsection (a) of this section.

- 1 (c) The Department shall notify each employee who has a Health Care 2 Flexible Spending Account of the employee's right to reimbursement under this section 3 and the procedure for applying for reimbursement.
- SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect 5 July 1, 2009.