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| Derrin R. Owens proposes the following substitute bill: |
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| Line-of-Duty Death Benefit Amendments |
| 2025 GENERAL SESSION |
| STATE OF UTAH |
| Chief Sponsor: Derrin R. Owens |
| House Sponsor: Douglas R. Welton |
| LONG TITLE |
| General Description: |
| This bill modifies provisions relating to benefits resulting from a line-of-duty death. |
| Highlighted Provisions: |
| This bill: |
| adds dental and vision benefits to the benefits available to the spouse and surviving |
| children of a public safety employee or fire service employee who dies in the line of |
| duty; |
| removes the 12-month waiting period for accessing funds from the Local Public Safety |
| and Firefighter Surviving Spouse Trust Fund to pay for the surviving spouse's and |
| children's benefits; and |
| makes technical and conforming changes. |
| Money Appropriated in this Bill: |
| None |
| Other Special Clauses: |
| None |
| Utah Code Sections Affected: |
| AMENDS: |
| 53-17-201, as last amended by Laws of Utah 2017, Chapter 269 |
| 53-17-401, as last amended by Laws of Utah 2017, Chapter 269 |
| 53-17-402, as last amended by Laws of Utah 2021, Chapter 382 |

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25 Be it enacted by the Legislature of the state of Utah:

26 Section 1. Section **53-17-201** is amended to read:

27 53-17-201 . Surviving spouse and children health, dental, and vision coverage for

28 **line-of-duty death.**

29 (1)(a) Subject to Subsection (1)(b), and in accordance with this section, an employer

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| 30 | | shall allow the surviving spouse and children of a member whose death is classified |
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| 31 | | by the Utah State Retirement Office as a line-of-duty death under the provisions of |
| 32 | | Title 49, Utah State Retirement and Insurance Benefit Act, to remain eligible for [|
| 33 | | health coverage under the employer's group health plan] the following coverage, if |
| 34 | | offered by the employer, as if the surviving spouse was an employee of the employer[-] : |
| 35 | | (i) health coverage; |
| 36 | | (ii) dental coverage; and |
| 37 | | (iii) vision coverage. |
| 38 | | [(b) The employer shall pay 100% of the premium costs and, if the health coverage is a |
| 39 | | high-deductible plan, the employer share of any contribution into a health savings |
| 40 | | account for the surviving spouse and dependent children as described under |
| 41 | | Subsections (1)(a) and (2), and may not require payment from the surviving spouse |
| 42 | | for premium costs or health savings account contributions as a condition of |
| 43 | | qualifying to continue to receive the health coverage.] |
| 44 | | (b) Except as provided in Subsection (1)(d), the employer shall pay: |
| 45 | | (i) 100% of the premium costs for the coverage described in Subsection (1)(a); and |
| 46 | | (ii) if the health coverage is a high-deductible plan, the employer share of any |
| 47 | | contribution into a health savings account for the surviving spouse and dependent |
| 48 | | children as described under Subsections (1)(a) and (2). |
| 49 | | (c) The employer may not require the surviving spouse to pay for premium costs or |
| 50 | | health savings account contributions as a condition of qualifying to continue to |
| 51 | | receive the coverage described in Subsection (1)(a). |
| 52 | | [(c) For the first 12 months after the line-of-duty death, the employer shall pay the |
| 53 | | amount specified under Subsection (1)(b).] |
| 54 | | (d) [Beginning 13 months after the line-of-duty death, an] An employer may pay the |
| 55 | | amount specified under Subsection (1)(b) through a cost-sharing agreement under |
| 56 | | Section 53-17-301 associated with the trust fund created under Section 53-17-401. |
| 57 | (2) | An employer shall allow a surviving spouse and children to remain eligible to receive [|
| 58 | | health]coverage from the employer under this section at the option of the surviving |
| 59 | | spouse: |
| 60 | | (a) [for health coverage]for the surviving spouse, until the surviving spouse becomes |
| 61 | | eligible for Medicare; and |
| 62 | | (b) for [health coverage of]a child, until the child reaches the age of 26. |
| 63 | (3) | This section does not apply to[-a member who]: |

| 64 | | (a) <u>a member who</u> does not qualify for a line-of-duty death benefit under Title 49, Utah |
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| 65 | | State Retirement and Insurance Benefit Act; |
| 66 | | (b) <u>coverage for which</u> , at the time of death, <u>the member</u> did not receive or qualify to |
| 67 | | receive[-employer group health coverage]; or |
| 68 | | (c) <u>a member who</u> is covered under Section 49-20-406. |
| 69 | | Section 2. Section 53-17-401 is amended to read: |
| 70 | | 53-17-401 . Local Public Safety and Firefighter Surviving Spouse Trust Fund. |
| 71 | (1) | There is created a private purpose trust fund entitled the "Local Public Safety and |
| 72 | | Firefighter Surviving Spouse Trust Fund." |
| 73 | (2) | The trust fund consists of: |
| 74 | | (a) fees established in Subsection 53-17-402(2)(a); |
| 75 | | (b) appropriations made to the fund by the Legislature, if any; |
| 76 | | (c) private donations and grants; and |
| 77 | | (d) other revenue received from other sources. |
| 78 | (3) | The [Department of Public Safety] department: |
| 79 | | (a) shall account for the receipt and expenditures of trust fund money; or |
| 80 | | (b) may enter into contract with a third-party administrator to administer the fund and |
| 81 | | account for the receipt and expenditure of trust fund money. |
| 82 | (4) | The trust fund shall earn interest. |
| 83 | (5) | The revenue and interest in the account, less actual administrative costs to the |
| 84 | | department, shall be used to lower fees paid by an employer under Section 53-17-201. |
| 85 | (6) | The board of trustees created in Section 53-17-402 may expend money from the trust |
| 86 | | fund: |
| 87 | | [(a) for health coverage for a surviving spouse and children under Subsection |
| 88 | | 53-17-201(1)(d) by paying:] |
| 89 | | [(i) premium costs; or] |
| 90 | | [(ii) if the health coverage is a high-deductible plan, premium costs and the employer |
| 91 | | contribution to a health savings account; and] |
| 92 | | (a) as provided in Subsection 53-17-201(1); and |
| 93 | | (b) <u>for</u> reasonable administrative costs that the department and the board of trustees |
| 94 | | incur in performing their duties for administering the trust fund. |
| 95 | (7) | Money deposited into the trust fund is irrevocable and is expended only for the purposes |
| 96 | | described in this chapter. |
| 97 | (8) | Assets of the trust fund are dedicated for the purposes established by statute and |

| 98 | administrative rule. |
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| 99 | (9) Creditors of the board of trustees and of employers liable for the benefits paid under this |
| 100 | chapter may not seize, attach, or otherwise obtain assets of the trust fund. |
| 101 | Section 3. Section 53-17-402 is amended to read: |
| 102 | 53-17-402 . Local Public Safety and Firefighter Surviving Spouse Trust Fund |
| 103 | Board of Trustees Quorum Duties Establish rates. |
| 104 | (1)(a) There is created the Local Public Safety and Firefighter Surviving Spouse Trust |
| 105 | Fund Board of Trustees composed of four members: |
| 106 | (i) the commissioner of public safety or the commissioner's designee; |
| 107 | (ii) the executive director of the Governor's Office of Planning and Budget or the |
| 108 | executive director's designee; |
| 109 | (iii) one person representing municipalities, designated by the Utah League of Cities |
| 110 | and Towns; and |
| 111 | (iv) one person representing counties, designated by the Utah Association of |
| 112 | Counties. |
| 113 | (b) The commissioner of public safety, or the commissioner's designee, is chair of the |
| 114 | board. |
| 115 | (c) Three members of the board are a quorum. |
| 116 | (d) A member may not receive compensation or benefits for the member's service, but |
| 117 | may receive per diem and travel expenses in accordance with: |
| 118 | (i) Section 63A-3-106; |
| 119 | (ii) Section 63A-3-107; and |
| 120 | (iii) rules made by the Division of Finance according to Sections 63A-3-106 and |
| 121 | 63A-3-107. |
| 122 | (e)(i) The [Department of Public Safety] department shall staff the board of trustees. |
| 123 | (ii) The department shall provide accounting services for the trust fund. |
| 124 | (2) The board shall: |
| 125 | (a) establish rates to charge each employer based on the number of public safety service |
| 126 | employees and firefighter service employees who are eligible for the health, dental, |
| 127 | and vision coverage under this chapter; |
| 128 | (b) act as trustee of the trust fund and exercise the state's fiduciary responsibilities; |
| 129 | (c) meet at least once per year; |
| 130 | (d) review and approve all policies, projections, rules, criteria, procedures, forms, |
| 131 | standards, performance goals, and actuarial reports; |

| 132 | (e) review and approve the budget for the trust fund; |
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| 133 | (f) review financial records of the trust fund, including trust fund receipts, expenditures, |
| 134 | and investments; |
| 135 | (g) commission and obtain financial or actuarial studies of the liabilities for the trust |
| 136 | fund; |
| 137 | (h) calculate and approve administrative expenses of the trust fund; and |
| 138 | (i) do any other things necessary to perform the fiduciary obligations under the trust. |
| 139 | Section 4. Effective Date. |
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140 This bill takes effect on May 7, 2025.