Sec. 742.45. (A) The board of trustees of the police and firemen's disability and pension fund may enter into an agreement with insurance companies, medical or health care corporations, health maintenance organizations, or government agencies authorized to do business in the state for issuance of a policy or contract of health, medical, hospital, or surgical benefits, or any combination thereof, for those persons INDIVIDUALS receiving service or disability pensions or survivor benefits subscribing to the plan. NOTWITHSTANDING

Notwithstanding any other provision of this chapter, the policy or contract may also include coverage for any eligible person's INDIVID-UAL'S spouse and dependent children and for such ANY of his THE ELIGIBLE INDIVIDUAL'S sponsored dependents as the board considers appropriate.

If all or any portion of the policy or contract premium is to be paid by any person INDIVIDUAL receiving a service, disability, or survivo pension or benefit, the person INDIVIDUAL shall, by written authoriza tion, instruct the board to deduct from his THE INDIVIDUAL'S benefit the premium agreed to be paid by him THE INDIVIDUAL to the company, corporation, or agency.

The board may contract for such coverage on the basis of part or all of the cost of the coverage to be paid from appropriate funds of the police and firemen's disability and pension fund. The cost paid from the funds of the police and firemen's disability and pension fund shall be included in the employer's contribution rate RATES provided by sections 742.33 and 742.34 of the Revised Code.

The board may provide for self-insurance of risk or level of risk as set forth in the contract with such THE companies, corporations, or agencies, and may provide through the self-insurance method specific benefits as authorized by the rules of the board.

(B) If the board provides health, medical, hospital, or surgical benefits through any means other than a health maintenance organization, it shall offer to each person INDIVIDUAL eligible for such THE benefits the alternative of receiving benefits through enrollment in a health maintenance organization, if all of the following apply:

(1) The health maintenance organization provides services in the geographical area in which the person INDIVIDUAL lives-:

(2) The eligible person INDIVIDUAL was receiving health care benefits through a health maintenance organization before retirement.

(3) The rate and coverage provided by the health maintenance organization to eligible persons INDIVIDUALS is comparable to that currently provided by the board under division (A) of this section. If the rate or coverage provided by the health maintenance organization is not comparable to that currently provided by the board under division (A) of this section, the board may deduct the additional cost from the eligible person's INDIVIDUAL'S monthly benefit.

The health maintenance organization shall accept as an enrollee any eligible person INDIVIDUAL who requests enrollment.

The board shall permit each eligible person INDIVIDUAL to change from one plan to another at least once a year at a time determined by the board.

(C) The board shall, beginning the month following receipt of satisfactory evidence of the payment for coverage, pay monthly to each recipient of service, disability, or survivor benefits under the police and firemen's disability and pension fund who is eligible for medical insurance coverage under part B of "The Social Security Amendments of 1965," 79 Stat. 301, 42 U.S.C.A. 1395j, as amended, an amount equal to the basic premiums for such coverage. (D) THE BOARD SHALL ESTABLISH BY RULE REQUIRE-MENTS FOR THE COORDINATION OF ANY COVERAGE, PAY-MENT, OR BENEFIT PROVIDED UNDER THIS SECTION WITH

ANY SIMILAR COVERAGE, PAYMENT, OR BENEFIT MADE AVAILABLE TO THE SAME INDIVIDUAL BY THE PUBLIC EM-PLOYEES RETIREMENT SYSTEM, STATE TEACHERS RETIRE-MENT SYSTEM, SCHOOL EMPLOYEES RETIREMENT SYSTEM, OR STATE HIGHWAY PATROL RETIREMENT SYSTEM. 146 OH Am Sub SB 82

(E) The board shall make all OTHER necessary rules pursuant to the purpose and intent of this section.

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