

FACULTY SENATE RESOLUTION 89-8

WHEREAS the Board of Trustees for the State Employees Group Benefits program is considering a proposal to develop an Invitation to Bid (ITB) for the sole purpose of selecting one Health Maintenance Organization (HMO) in each service area (Baton Rouge, New Orleans, Shreveport) to provide medical services to state employees, and

WHEREAS this action would include the notification to all participating HMOs of discontinuance of service, effective June 30, 1990, and

WHEREAS this action may affect coverage, price, existing illness provisions, and a loss in freedom of choice, despite significant employee matching payments for medical coverage, and

WHEREAS such a contract can and must be awarded to the low bidder with no provisions for performance record;

THEREFORE BE IT RESOLVED that the LSU Faculty Senate strongly opposes this action by the Benefits Committee of the Board of Trustees and its chairman Mr. J. Ron Plaisance because this action would further diminish the quality of the existing benefits package offered to state employees.

ADOPTED: December 6, 1989