

SENATE BILL NO. 1464

103RD GENERAL ASSEMBLY

INTRODUCED BY SENATOR CRAWFORD.

5952S.011

KRISTINA MARTIN, Secretary

AN ACT

To repeal sections 376.1000 and 376.1017, RSMo, and to enact in lieu thereof two new sections relating to multiple employer self-insured health plans.

Be it enacted by the General Assembly of the State of Missouri, as follows:

Section A. Sections 376.1000 and 376.1017, RSMo, are
2 repealed and two new sections enacted in lieu thereof, to be
3 known as sections 376.1000 and 376.1017, to read as follows:

376.1000. 1. As used in sections 376.1000 to
2 376.1045, a "multiple employer self-insured health plan" is
3 any plan or arrangement which is not fully insured and which
4 is either:

5 (1) Offered by a staff or employee leasing company; or
6 (2) Established or maintained for the purpose of
7 offering or providing health, dental or short-term
8 disability benefits to employees of two or more employers **or**
9 **to two or more self-employed individuals and their**
10 **dependents.**

11 2. A plan or arrangement is considered fully insured
12 only if an insurer licensed to transact business in this
13 state retains the ultimate responsibility for all benefits
14 payable by a contract or policy of insurance.

376.1017. 1. A plan shall establish loss reserves for
2 all incurred losses, both reported and unreported, and for
3 unearned premiums.

EXPLANATION-Matter enclosed in bold-faced brackets [thus] in this bill is not enacted and is intended to be omitted in the law.

4 2. A plan also shall establish a surplus account equal
5 to the greater of the following:

6 (1) [Three times the average paid monthly premium
7 during the plan's most recent fund year;

8 (2) For plans which do not yet have one fund year's
9 experience, three times estimated monthly premium; or

10 (3)] Six hundred thousand dollars; **or**

11 (2) **An amount equal to two times the authorized**
12 **control level risk-based capital.**

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