

SECOND REGULAR SESSION

HOUSE BILL NO. 2596

103RD GENERAL ASSEMBLY

INTRODUCED BY REPRESENTATIVE MCGAUGH.

5996H.011

JOSEPH ENGLER, Chief Clerk

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Section A. Sections 376.1000 and 376.1017, RSMo, are repealed and two new sections enacted in lieu thereof, to be known as sections 376.1000 and 376.1017, to read as follows:

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

(1) Offered by a staff or employee leasing company; or

(2) Established or maintained for the purpose of offering or providing health, dental or short-term disability benefits to employees of two or more employers **or to two or more self-employed individuals and their dependents.**

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

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

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

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

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

EXPLANATION — Matter enclosed in bold-faced brackets **[thus]** in the above bill is not enacted and is intended to be omitted from the law. Matter in **bold-face** type in the above bill is proposed language.

8 ~~(3)~~ Six hundred thousand dollars; **or**

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

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