



1 policy or other insurance, are projected to be incurred by an insured group through its health plan.

2 **27-8.2-3. Stop-loss insurance coverage standards.** -- (a) An insurer shall not issue a  
3 stop-loss insurance policy that:

4 (1) Has an annual attachment point for claims incurred per individual that is lower than  
5 twenty thousand dollars (\$20,000);

6 (2) Has an annual aggregate attachment point that is lower than one hundred twenty  
7 percent (120%) of expected claim; and

8 (3) Provides direct coverage of health care expenses of an individual.

9 (b) The commissioner may adopt rules that carry out the requirements of this chapter.

10 **27-8.2-4. Actuarial certification.** -- An insurer shall file with the commissioner annually  
11 on or before March 15, an actuarial certification certifying that the insurer is in compliance with  
12 this chapter. The certification shall be in a form and manner, and shall contain information,  
13 specified by the commissioner. A copy of the certification shall be retained by the insurer at its  
14 principal place of business.

15 **27-8.2-5. Effective date.** -- This chapter shall become effective with respect to stop-loss  
16 insurance policies issued or renewed on or after January 1, 2014.

17 SECTION 2. This act shall take effect upon passage.

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LC01305/SUB A  
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EXPLANATION  
BY THE LEGISLATIVE COUNCIL  
OF  
A N A C T  
RELATING TO INSURANCE

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- 1           This act would impose standards on stop-loss insurance policies, which cap an employer's
- 2 exposure with regard to liability under health benefit plans issued to employees.
- 3           This act would take effect upon passage.

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LC01305/SUB A  
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