

An Act

ENROLLED HOUSE
BILL NO. 2996

By: Moore of the House

and

Brown of the Senate

An Act relating to insurance; requiring certain insurance coverage to provide certain retention percentage; directing the Insurance Commissioner to develop form; providing for codification; and providing an effective date.

SUBJECT: Stop-loss insurance coverage

BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:

SECTION 1. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 7401 of Title 36, unless there is created a duplication in numbering, reads as follows:

Any stop-loss insurance coverage issued by an insurer authorized to do business in this state that provides an aggregate retention benefit shall provide an aggregate retention of no less than one hundred ten percent (110%) of the expected claims. The Insurance Commissioner shall develop minimum disclosure standards that can be incorporated into a form that shall be utilized by insurers issuing stop-loss insurance coverage to small employers, as defined in Section 6512 of Title 36 of the Oklahoma Statutes, in Oklahoma. The minimum disclosure standards and form shall be promulgated by rule in accordance with the Administrative Procedures Act.

SECTION 2. This act shall become effective November 1, 2016.

Passed the House of Representatives the 28th day of April, 2016.

Lee R. Jones
Presiding Officer of the House
of Representatives

Passed the Senate the 11th day of April, 2016.

Eddie Field
Presiding Officer of the Senate

OFFICE OF THE GOVERNOR

Received by the Office of the Governor this 2nd

day of May, 20 16, at 3:40 o'clock P M.

By: Audrey Rockwell

Approved by the Governor of the State of Oklahoma this 5th

day of May, 20 16, at 2:56 o'clock P M.

Mary Fallin
Governor of the State of Oklahoma

OFFICE OF THE SECRETARY OF STATE

Received by the Office of the Secretary of State this 5th

day of May, 20 16, at 3:38 o'clock P. M.

By: Christ Benz