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State of Minnesota

HOUSE OF REPRESENTATIVES

NINETY-FIRST SESSION

H. F. No. 629

01/31/2019 Authored by Halverson, Davids, Stephenson, O'Driscoll, Hassan and others
The bill was read for the first time and referred to the Committee on Commerce
02/14/2019 Adoption of Report: Re-referred to the Committee on Ways and Means

1.1 A bill for an act
1.2 relating to state government; extending the operation of the Minnesota premium
1.3 security plan funding; specifying information required in submitted reports;
1.4 amending Minnesota Statutes 2018, section 62E.24, subdivision 2; Laws 2017,
1.5 chapter 13, article 1, sections 15, as amended; 16.

1.6 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:

1.7 Section 1. Minnesota Statutes 2018, section 62E.24, subdivision 2, is amended to read:

1.8 Subd. 2. Reports. (a) The board must submit to the commissioner and to the chairs and
1.9 ranking members of committees with jurisdiction over commerce and health and make
1.10 available to the public a quarterly reports on plan operations and an annual report
1.11 summarizing the plan operations for each benefit year by. All reports must be made public
1.12 by posting the summary report on the Minnesota Comprehensive Health Association website
1.13 and making the. The annual summary otherwise must be made available by November 1
1.14 of the year following the applicable benefit year or 60 calendar days following the final
1.15 disbursement of reinsurance payments for the applicable benefit year, whichever is later.

1.16 (b) The report must include information about:

1.17 (1) the reinsurance parameters used;

1.18 (2) the metal levels affected;

1.19 (3) the number of claims payments estimated for products offered on-exchange and
1.20 off-exchange;

1.21 (4) the estimated reinsurance payments by plan type based on carrier submitted templates;

- 2.1 (5) funds appropriated for reinsurance payments and administrative and operational  
 2.2 expenses;
- 2.3 (6) the total amount of reinsurance payments made to eligible health carriers; and
- 2.4 (7) administrative and operational expenses incurred for the plan.

2.5 Sec. 2. Laws 2017, chapter 13, article 1, section 15, as amended by Laws 2017, First  
 2.6 Special Session chapter 6, article 5, section 10, is amended to read:

2.7 **Sec. 15. MINNESOTA PREMIUM SECURITY PLAN FUNDING.**

2.8 (a) The Minnesota Comprehensive Health Association shall fund the operational and  
 2.9 administrative costs and reinsurance payments of the Minnesota security plan and association  
 2.10 using the following amounts deposited in the premium security plan account in Minnesota  
 2.11 Statutes, section 62E.25, subdivision 1, in the following order:

- 2.12 (1) any federal funding available;
- 2.13 (2) funds deposited under article 1, sections 12 and 13;
- 2.14 (3) any state funds from the health care access fund; and
- 2.15 (4) any state funds from the general fund.

2.16 (b) The association shall transfer from the premium security plan account any state funds  
 2.17 not used for the Minnesota premium security plan by June 30, ~~2021~~ 2025, to the  
 2.18 commissioner of commerce. Any amount transferred to the commissioner of commerce  
 2.19 shall be deposited in the

2.20 health care access fund in Minnesota Statutes, section 16A.724.

2.21 (c) The Minnesota Comprehensive Health Association may not spend more than  
 2.22 \$271,000,000 for benefit year 2018 and not more than \$271,000,000 for benefit year 2019  
 2.23 for the operational and administrative costs of, and reinsurance payments under, the  
 2.24 Minnesota premium security plan.

2.25 Sec. 3. Laws 2017, chapter 13, article 1, section 16, is amended to read:

2.26 **Sec. 16. TRANSFERS.**

2.27 (a) The commissioner of management and budget shall transfer \$200,000,000 in fiscal  
 2.28 year 2018 and \$200,000,000 in fiscal year 2019 from the health care access fund to the

3.1 premium security plan account in Minnesota Statutes, section 62E.25, subdivision 1. This  
3.2 is a onetime transfer.

3.3 (b) The commissioner of management and budget shall transfer \$71,000,000 in fiscal  
3.4 year 2018 and \$71,000,000 in fiscal year 2019 from the general fund to the premium security  
3.5 plan account in Minnesota Statutes, section 62E.25, subdivision 1. This is a onetime transfer.

3.6 (c) The commissioner of management and budget shall use any funds remaining in the  
3.7 premium security account at the end of the 2019 benefit year to continue the premium  
3.8 security program through benefit year 2022.