

Subject Minnesota Premium Security Plan
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Overview

This bill extends the Minnesota premium security plan through the year 2027. It also makes a variety of changes to private and public health programs and transfers and appropriates money.

Summary

Section	Description
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| 1 | <p>Board of directors; organization.</p> <p>Changes the number and types of members of the board of directors of the Minnesota Comprehensive Health Association.</p> |
| 2 | <p>Operation.</p> <p>Sets the payment parameters for 2023 to 2027.</p> <p>Effective date. This section is effective upon federal approval of the continuation of the state innovation waiver.</p> |
| 3 | <p>Minimum levels.</p> <p>Requires a health carrier that offers an individual catastrophic or bronze plan health plan within a service area to also offer a platinum level health plan, in addition to a silver level and gold level health plan.</p> <p>Effective date. This section is effective January 1, 2023, and applies to health plans offered, issued, or renewed on or after that date.</p> |
| 4 | <p>Prescription drug benefits.</p> <p>(a) Requires that 25 percent of the individual health plans offered by an insurer apply a predeductible flat-dollar amount co-pay structure for prescription drugs.</p> <p>(b) Requires that 25 percent of the small group health plans offered by an insurer apply a predeductible flat-dollar co-pay structure for prescription drugs.</p> |

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	<p>(c) Limits the highest co-pay under this subdivision to 1/12 of the plan's out-of-pocket maximum.</p> <p>(d) Requires the co-pay structure for prescription drugs under this subdivision to be graduated and proportionate.</p> <p>(e) Requires individual and small group health plans offered under this subdivision to be clearly named, marketed in the same way as other health plans, and offered for purchase to any individual or small group.</p> <p>(f) Clarifies that this subdivision does not apply to catastrophic plans, grandfathered plans, large group health plans, health savings accounts (HSA), qualified high deductible health benefit plans, limited health benefit plans, or short-term limited duration health insurance policies.</p> <p>(g) Requires health plans to meet the requirements of this subdivision separately for plans offered through MNsure under chapter 62V and plans offered outside of MNsure.</p> <p>Effective date. This section is effective January 1, 2023, and applies to individual and small group health plans offered, issued, or renewed on or after that date.</p>
5	<p>Cost-sharing.</p> <p>Requires MinnesotaCare to adjust cost-sharing for covered services to maintain an actuarial value of no less than 94 percent.</p>
6	<p>Minnesota premium security plan funding.</p> <p>Transfers out funds remaining in the premium security plan account on June 30, 2029.</p> <p>Effective date. This section is effective upon federal approval of the continuation of the state innovation waiver.</p>
7	<p>Plan year 2023 proposed rate filings for the individual market.</p> <p>Sets rate filing deadline of July 9, 2022, for 2023 individual health plan rates. Requires health plan carriers, when filing rates for years 2023 to 2027, to include in their rate filings the impact the Minnesota premium security plan payments have on premiums.</p> <p>Effective date. This section is effective upon federal approval of the continuation of the state innovation waiver.</p>

Section	Description
8	<p>Mental Health Parity and Substance Abuse Accountability Office.</p> <p>Establishes an office of mental health parity and substance use accountability within the Department of Commerce. The office must create and execute strategies to implement state and federal laws regarding mental health parity and substance use disorder coverage. The office may oversee compliance reviews, conduct and lead stakeholder engagement, review consumer and provider complaints, and service as a resource for ensuring health plan compliance with mental health and substance abuse requirements.</p>
9	<p>Transfer.</p> <p>Requires the commissioner of management and budget to transfer \$42,465,000 from the general fund to the health care access fund by June 30, 2024, for state basic health plan costs related to the loss of federal revenue associated with the extension of the premium security plan through plan year 2023. This is a onetime transfer.</p> <p>Effective date. This section is effective January 1, 2023, but only if the continuation of the state innovation waiver is approved and results in a loss of federal revenue for the state basic health plan for plan year 2023.</p>
10	<p>Appropriation.</p> <p>\$500,000 in fiscal year 2023 is appropriated from the general fund to the commissioner of commerce to create and operate the Mental Health Parity and Substance Abuse Accountability Office.</p>
11	<p>Repealer.</p> <p>Section 62E.10, subdivision 2, is repealed.</p>



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