

House Research Act Summary

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TOPIC: Workers' compensation self-insurance groups

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Overview

This act involves the commercial self-insurance groups permitted in 1995 legislation. These are groups of medium sized businesses that jointly self-insure for worker's compensation. They are regulated for financial solvency by the department of commerce. In general, this act makes it easier for such groups to form and operate.

- 1 Required documents.** Reduces the level of financial statements required to be provided by prospective new groups.
- 2 Approval.** Reduces the minimum annual premium required for a self-insured group to form or continue.
- 3 Financial statements.** Reduces the group combined net worth requirement, as a multiple of the group's reinsurance retention level.
- 4 Commercial self-insurance group reporting requirements.**
 - Subd. 1. Required reports to commissioner.** Changes two annual financial reporting dates, making both of them later. These are reports from the group to the commissioner.
 - Subd. 2. Required reports from members to group.** Changes an annual financial reporting date. Reduces the level of annual financial statements required to be provided to the group by its members.
 - Subd. 3. Operational audit.** No changes made in this subdivision.
 - Subd. 4. Unit statistical report.** No changes made in this subdivision.
- 5 Minimum deposit.** Reduces the minimum deposit as a percent of estimated liabilities.
- 6 Effective date.** Makes all sections effective immediately.