

HOUSE RESEARCH

Bill Summary

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Overview

Current law allows MNsure to retain up to 3.5% of total premiums for individual and small group market health plans and dental plans sold through MNsure to fund the operation of MNsure. This bill modifies the percentage of total premiums MNsure may retain, beginning in calendar year 2017.

Section

1 Operations funding. Amends § 62V.05, subd. 2. Strikes paragraphs that established MNsure funding and authorized cash flow assistance in prior calendar years. Establishes the following funding structure for MNsure for current and future calendar years.

Paragraph (a): For calendar year 2016 only, allows MNsure to retain up to 3.5% of total premiums for individual and small group market health plans and dental plans sold through MNsure.

Paragraph (b): For calendar year 2017, allows MNsure to retain up to 1.75% of total premiums for plans sold through MNsure.

Paragraph (c): For calendar year 2018 and subsequent calendar years, allows MNsure to retain up to 1.75% of total premiums for plans sold through MNsure, if an independent third party certifies that MNsure satisfied the listed benchmarks in the previous calendar year.

Paragraph (d): If an independent third party does not certify that MNsure met the benchmarks in paragraph (c), allows MNsure to retain up to 1.5% of total premiums for plans sold through MNsure.

Section

Paragraph (f): Lowers the ceiling for the total amount MNsure may retain to fund its operations, from 100% to 60% of funds collected in MCHA member assessments in calendar year 2012.