



General Assembly

Amendment

January Session, 2009

LCO No. 8675

HB0658208675SR0

Offered by:

SEN. MCKINNEY, 28th Dist.
SEN. FASANO, 34th Dist.
SEN. RORABACK, 30th Dist.
SEN. GUGLIELMO, 35th Dist.
SEN. KISSEL, 7th Dist.
SEN. CALIGIURI, 16th Dist.

SEN. DEBICELLA, 21st Dist.
SEN. KANE, 32nd Dist.
SEN. BOUCHER, 26th Dist.
SEN. WITKOS, 8th Dist.
SEN. FRANTZ, 36th Dist.
SEN. MCLACHLAN, 24th Dist.

To: Subst. House Bill No. 6582

File No. 995

Cal. No. 675

"AN ACT ESTABLISHING THE CONNECTICUT HEALTHCARE PARTNERSHIP."

1 After line 396, insert the following:

2 "(h) (1) Beginning on February 1, 2011, and annually thereafter, the
3 Comptroller shall issue a statement of financial condition, audited by
4 an independent certified accountant, that shall include, but not be
5 limited to, actuarially appropriate reserves for (A) known claims and
6 any associated expenses, (B) claims incurred but not reported and any
7 associated expenses, (C) unearned premiums, and (D) bad debts,
8 which shall be shown as liabilities.

9 (2) (A) Such audited statement of financial condition shall also
10 include an actuarial opinion regarding reserves for (i) known claims
11 and any associated expenses, and (ii) claims incurred but not reported

12 and any associated expenses.

13 (B) Such actuarial opinion shall be prepared by an independent
14 person with a designation of Fellow of the Casualty Actuarial Society
15 or a member of the American Academy of Actuaries with experience
16 in preparing such opinions, and shall include (i) a statement whether,
17 in the opinion of such preparer, the state employee plan is sufficiently
18 funded according to actuarial standards, and (ii) a recommendation
19 whether any increase in premiums is necessary to maintain or to reach
20 sufficient funding according to actuarial standards, and the percentage
21 amount of any increase recommended.

22 (3) If such preparer recommends that a premium increase of five per
23 cent or more is necessary to maintain or to reach sufficient funding
24 according to actuarial standards, the Comptroller shall stop accepting
25 applications for coverage under the state employee plan from
26 municipal-related employers, nonprofit employers and small
27 employers, and shall not renew coverage for such employers. The
28 Comptroller shall provide written notification to each such employer
29 of the Comptroller's decision to nonrenew coverage under the state
30 employee plan.

31 (4) The Comptroller shall submit the audited financial report and
32 actuarial opinion to the General Assembly not later than February 10,
33 2011, and annually thereafter."