THE GENERAL ASSEMBLY OF PENNSYLVANIA

SENATE BILL

No. 1361 Session of 2006

INTRODUCED BY ARMSTRONG, WENGER, PUNT, LOGAN, ORIE, RAFFERTY, ERICKSON, GREENLEAF, REGOLA, PILEGGI, COSTA, D. WHITE, LEMMOND AND BROWNE, OCTOBER 12, 2006

REFERRED TO BANKING AND INSURANCE, OCTOBER 12, 2006

AN ACT

| 1 2 3 4 5 6 7 | Amending the act of May 17, 1921 (P.L.682, No.284), entitled "An act relating to insurance; amending, revising, and consolidating the law providing for the incorporation of insurance companies, and the regulation, supervision, and protection of home and foreign insurance companies, Lloyds associations, reciprocal and inter-insurance exchanges, and fire insurance rating bureaus, and the regulation and |
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| 8 9 10 11 12 | supervision of insurance carried by such companies, associations, and exchanges, including insurance carried by the State Workmen's Insurance Fund; providing penalties; and repealing existing laws, providing for Healthy Living Committee discount. |
| 13 | The General Assembly of the Commonwealth of Pennsylvania |
| 14 | hereby enacts as follows: |
| 15 | Section 1. The act of May 17, 1921 (P.L.682, No.284), known |
| 16 | as The Insurance Company Law of 1921, is amended by adding a |
| 17 | section to read: |
| 18 | Section 635.2. Healthy Living Committee Discount (a) An |
| 19 | employer purchasing a health insurance policy may apply to the |
| 20 | Insurance Department for certification of any established |
| 21 | Healthy Living Committee in its workplace developed for the |
| 22 | purpose of helping employes live longer, healthier lives by |

- 1 promoting health and wellness among employes. The Insurance
- 2 Department shall determine the qualifications for certification
- 3 <u>of a Healthy Living Committee.</u>
- 4 (b) Upon the renewal of an employer's health insurance
- 5 policy next following receipt of Insurance Department
- 6 certification, the employer shall receive a five percentum (5%)
- 7 discount in the rate or rates applicable to the policy for a
- 8 period of one year. The employer shall be entitled to the five
- 9 percentum (5%) discount for a total of five years if the
- 10 employer, by affidavit, provides annual verification to the
- 11 <u>department and to the insurer that the Healthy Living Committee</u>
- 12 continues to operate and meet the certification requirements.
- 13 <u>(c) As used in this section:</u>
- 14 (1) "Health insurance policy" means any group health
- 15 <u>insurance policy</u>, <u>subscriber contract</u>, <u>certificate or plan that</u>
- 16 provides medical or health care coverage by any health care
- 17 <u>facility or licensed health care provider which is offered by or</u>
- 18 is governed under this act or any of the following:
- 19 <u>(i) The act of December 29, 1972 (P.L.1701, No.364), known</u>
- 20 <u>as the "Health Maintenance Organization Act."</u>
- 21 (ii) The act of May 18, 1976 (P.L.123, No.54), known as the
- 22 "Individual Accident and Sickness Insurance Minimum Standards
- 23 Act."
- 24 (iii) The act of December 14, 1992 (P.L.835, No.134), known
- 25 <u>as the "Fraternal Benefit Societies Code."</u>
- 26 (iv) A nonprofit corporation subject to 40 Pa.C.S. Chs. 61
- 27 (relating to hospital plan corporations) and 63 (relating to
- 28 professional health services plan corporations).
- 29 (2) The term "insurer" means any entity that issues a group
- 30 health insurance policy, contract or plan described under clause

- 1 (1) of this subsection.
- 2 Section 2. This act shall take effect in 60 days.