

GENERAL ASSEMBLY OF NORTH CAROLINA

SESSION 1995

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HOUSE BILL 1194*
Committee Substitute Favorable 6/14/96
Third Edition Engrossed 6/19/96

Short Title: Medicare Supplement Policies.

(Public)

Sponsors:

Referred to:

May 16, 1996

A BILL TO BE ENTITLED

AN ACT TO AMEND THE MEDICARE SUPPLEMENT INSURANCE LAWS TO
COMPLY WITH THE FEDERAL SOCIAL SECURITY AMENDMENTS OF 1994
AS RECOMMENDED BY THE LEGISLATIVE RESEARCH COMMISSION'S
COMMITTEE ON INSURANCE AND INSURANCE-RELATED ISSUES.

The General Assembly of North Carolina enacts:

Section 1. Article 54 of Chapter 58 of the General Statutes is amended by
adding a new section to read:

"§ 58-54-12. Rules for compliance with federal law and regulations.

The Commissioner may adopt rules necessary to conform Medicare supplement
policies and certificates to the requirements of federal law and regulations, including:

- (1) Requiring refunds or credits if the policies or certificates do not meet
loss ratio requirements.
- (2) Establishing a uniform methodology for calculating and reporting loss
ratios.
- (3) Assuring public access to policies, premiums, and loss ratio information
of issuers of Medicare supplement insurance.
- (4) Establishing standards for Medicare Select policies and certificates."

1 Sec. 2. This act is effective upon ratification.