LC 1097/01

BILL NO. 468 1 INTRODUCED BY 2 3 "AN ACT AMENDING SECTION HAVE ΔN ACT TTLED: R.C.M. 1947, TO PROVIDE THAT WORKERS' COMPENSATION available INSURERS ARE EXCEPTED FROM FICTITIOUS GROUP PROVISIONS 6 AND NEED NOT HAVE COMMISSION APPROVAL OF GROUP RATES." 7 8

9 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:
 10 Section 1. Section 40-3520, R.C.M. 1947, is amended to
 11 read as follows:

12 "40-3520. Fictitious groups. (1) No insurer, whether 13 an authorized insurer or an unauthorized insurer, shall make 14 available through any rating plan or form, property, 15 casualty or surety insurance to any firm, corporation, or 16 association of individuals, any preferred rate or premium 17 based upon any fictitious group of such firm, corporation, 18 or association of individuals.

19 (2) No form or plan of insurance covering any group or 20 combination of persons or risks shall be written or 21 delivered within or outside this state to cover persons or 22 risks in this state at any preferred rate or on any form 23 other than as offered to persons not in such group or 24 combination and to the public generally, unless such form, 25 plan of insurance, and the rates or premiums to be charged

INTRODUCED BILL

therefor have been submitted to and approved by the
 commissioner as being not unfairly discriminatory, and as
 not otherwise being in conflict with subsection (1) above or
 with any provision of chapter 36 of this title (rates and
 rating organizations) to the extent that such chapter 35 is,
 by its terms, applicable therato.
 (3) This section does not apply to life insurance,

8 disability insurance, workers\* \_compensation \_\_insurance, or 9 annuity contracts.\*

+End-

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LC 1097/01

Approved by Committee on Labor & Employment Relations

BT11 NO. 468 1 2 INTRODUCED BY 3 "AN ACT AMENDING SECTION FOR AN ACT R.C.M. 1947, TO PROVIDE THAT WORKERS' COMPENSATION Autoule ·3520. INSURERS ARE EXCEPTED FROM FICTITIOUS GROUP PROVISIONS AND 5 Jam NEED NOT HAVE COMMISSION APPROVAL OF GROUP RATES." 7 8 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA: 9

9 BE IT ENALTED BY THE LEGISLATORE OF THE STATE OF HUNTANA:
 10 Section 1. Section 40-3520, R.C.M. 1947, is amended to
 11 read as follows:

12 "40-3520. Fictitious groups. (1) No insurer, whether 13 an authorized insurer or an unauthorized insurer, shall make 14 available through any rating plan or form, property, 15 casualty or surety insurance to any firm, corporation, or 16 association of individuals, any preferred rate or premium 17 based upon any fictitious group of such firm, corporation, 18 or association of individuals.

19 (2) No form or plan of insurance covering any group or 20 combination of persons or risks shall be written or 21 delivered within or outside this state to cover persons or 22 risks in this state at any preferred rate or on any form 23 other than as offered to persons not in such group or 24 combination and to the public generally, unless such form, 25 plan of insurance, and the rates or premiums to be charged

SECOND READING

1 therefor have been submitted to and approved by the 2 commissioner as being not unfairly discriminatory, and as 3 not otherwise being in conflict with subsection (1) above or 4 with any provision of chapter 36 of this title (rates and 5 rating organizations) to the extent that such chapter 35 is, 6 by its terms, applicable thereto.

7 (3) This section does not apply to life insurance,
 a disability insurance, workers, compensation insurance, or
 9 annuity contracts."

-End-

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LC 1097/01

BILL NO. 468L INTRODUCED BY 2 TAUR 3 Sam O ENTITLED: "AN ACT AMENDING SECTION FOR AN -3520, R.C.N. 1947, TO PROVIDE THAT WORKERS' COMPENSATION aver INSURERS ARE EXCEPTED FROM FIGTITIOUS GROUP PROVISIONS AND 6 Janu NEED NOT HAVE COMMISSION APPROVAL OF GROUP RATES." 7 8 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA: 9

be it enacted by the LewisLatoke of the State of Honiana:
 Section 1. Section 40-3520; R.C.M. 1947; is amended to
 read as follows:

12 "40-3520. Fictitious groups. (1) No insurer, whether 13 an authorized insurer or an unauthorized insurer, shall make 14 available through any rating plan or form, property, 15 casualty or surety insurance to any firm, corporation, or 16 association of individuals, any preferred rate or premium 17 based upon any fictitious group of such firm, corporation, 18 or association of individuals.

19 (2) No form or plan of insurance covering any group or 20 combination of persons or risks shall be written or 21 delivered within or outside this state to cover persons or 22 risks in this state at any preferred rate or on any form 23 other than as offered to persons not in such group or 24 combination and to the public generally, unless such form, 25 plan of insurance, and the rates or premiums to be charged

THIRD READING

therefor have been submitted to and approved by the
 commissioner as being not unfairly discriminatory, and as
 not otherwise being in conflict with subsection (1) above or
 with any provision of chapter 36 of this title (rates and
 rating organizations) to the extent that such chapter 35 is,
 by its terms, applicable thereto.
 7 (3) This section does not apply to life insurance,

8 disability insurance, <u>workers, compensation, insurance</u>, or 9 annuity contracts.

-End-

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March 18, 1977

## STANDING COMMITTEE REPORT Senate Committee on Labor & Employment Relations

That House Bill No. 468 be amended as follows:

l. Amend title, lines 6 and 7.
Following: "PROVISIONS"
Strike: "AND NEED NOT HAVE COMMISSION APPROVAL OR GROUP RATES"

2. Amend page 2, section 1, line 8.
Following: "compensation insurance"
Insert: "written for industry or business associations"

3. Amend page 2, section 2, line 9. Following: "contracts." Insert: "However, workers' compensation group insurance rates are subject to all applicable provisions of Title 40, chapter 56."

1	HOUSE BILL NO. 468
2	INTRODUCED BY ELLIS, AAGESON, CURTISS, STOBLE,
3	BERTELSEN, MARKS, HANSEN, KANDUCH, TÜWER, BRAND,
4	WALDRON, DUSSAULT, HAND, EUDAILY, HURWITZ,
2	SCULLY, GOULD
6	
7	A BILL FOR AN ACT ENTITLED: "AN ACT AMENDING SECTION
8	40-3520, R.C.M. 1947, TO PROVIDE THAT WORKERS' COMPENSATION
9	INSURERS ARE EXCEPTED FROM FICTITIOUS GROUP PROVISIONS AND
10	NEE0-NDT-HAVE-COMMISSION-APPRBVAL-OF-GROUP-RATES."
11	
12	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:
13	Section 1. Section 40-3520, R.C.M. 1947, is amended to
14	read as follows:
15	"40-3520. Fictitious groups. (1) No insurer, whether
16	an authorized insurer or an unauthorized insurer, shall make
17	available through any rating plan or form, property,
18	casualty or surety insurance to any firm, corporation, or
19	association of individuals, any preferred rate or premium
20	based upon any fictitious group of such firm, corporation,
21	or association of individuals.
22	(2) No form or plan of insurance covering any group or
23	combination of persons or risks shall be written or
24	delivered within or outside this state to cover persons or
25	risks in this state at any preferred rate or on any form
	REFERENCE BILL

1	other than as offered to persons not in such group or
2	compination and to the public generally, unless such form,
ć	plan of insurance, and the rates or premiums to be charged
4	therefor have been submitted to and approved by the
5	commissioner as being not unfairly discriminatory, and as
6	not otherwise being in conflict with subsection (1) above or
1	with any provision of chapter 36 of this title (rates and
8	rating organizations) to the extent that such chapter 36 is,
9	by its terms, applicable thereto.
10	(3) This section does not apply to life insurance,
11	disability insurance, <u>workers' compensation insurance</u>
12	W&IIIEN_EOR_INQUSIRY_OR_BUSINESS_ASSOCIATIONS+ or annuity
13	contracts. HOWEVER, HORKERS. COMPENSATION GROUP INSURANCE
14	BATESARE_SUBJECT_TO_ALL_APPLICABLE_PROVISIONS_OF_TITLE_40+
15	CHAPTER_56."

-End-

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