

State of Arkansas

77th General Assembly

Regular Session, 1989

A Bill

HOUSE BILL

1928

By: Representative Dawson

For An Act To Be Entitled

"AN ACT TO AMEND ARKANSAS CODE TITLE 23, CHAPTER 92,
SUBCHAPTER 1 PERTAINING TO THE RATES OF MULTIPLE EMPLOYER
TRUSTS PROVIDING DISABILITY BENEFITS; AND FOR OTHER
PURPOSES."

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:

SECTION 1. Arkansas Code Title 23, Chapter 92, Subchapter 1 is hereby amended by adding an additional section to read as follows:

"23-92-102. (a) In establishing rates for disability benefit coverage under a multiple employer trust, the experience rating for the employees of an employer having nine (9) or less employees covered by the trust shall be calculated based on the claims experience of all employees of all employers within the trust.

(b) For the purpose this section, "multiple employer trust" means a benefit plan which provides for payment of disability benefits for employees of two (2) or more employers on a basis providing for a pooling of experience on factors such as mortality, morbidity and expense and the plan benefits are payable from a trust fund established at a bank or licensed insurer and administered by a trustee or third party administrator."

SECTION 2. All provisions of this Act of a general and permanent nature are amendatory to the Arkansas Code of 1987 Annotated and the Arkansas Code Revision Commission shall incorporate the same in the Code.

SECTION 3. All laws and parts of laws in conflict with this Act are hereby repealed.