PREVENTION OF ILLEGAL MULTIPLE EMPLOYER WELFARE ARRANGEMENTS (MEWAs) AND OTHER ILLEGAL HEALTH INSURERS MODEL REGULATION (#220)

2014 Model Review Criteria Worksheet

The purpose of this document is to provide necessary background information to NAIC and state insurance regulators to aid in reviewing model laws for compliance with model law criteria.

1. Parent Committee/Task Force/Working Group Responsible for Model Law:

Health Insurance and Managed Care (B) Committee

2. Staff Support Contact Information:

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3. Short Summary of Model Law:

The purpose of this regulation is to prevent the operation of illegal health insurers, including illegal multiple employer welfare arrangements (MEWAs), in this state. This regulation states the law on this topic and establishes specific standards for persons and licensees who become aware of, or are asked to assist such an operation. This regulation is designed to require those persons and licensees to establish and follow responsible procedures to identify and report illegal health insurers. The department expects that compliance with this regulation will protect the public from entities offering fraudulent or otherwise illegal health care coverage.

4. Date Originally Adopted By NAIC:

2nd Quarter 2006

5. Date Last Amended by NAIC:

N/A

6. Number of States that Have Adopted Current Model:

None

7. Number of States that Have Adopted a Previous Version of Model:

N/A

8. Record of Last State Legislative/Regulatory Action for Model:

None

9. Record of Last State Legislative/Regulatory Action on Topic Covered by Model (Related Activity):

3 states each have taken action in 2008 and 2009.

10. Relationship to IIPRC Standard, if any:

None
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11. Is this Model Law referenced or contained, in whole or in part, in any other NAIC guidance, manual or handbooks?

No

12. Significance or Reason Why This Model Should Be Retained:

Although no states have adopted the model, the model should be retained because it provides important provisions that states are to consider to prevent the operation of illegal health insurance insurers, including illegal multiple employer welfare arrangements (MEWAs). Compliance with this regulation protects the public from entities offering fraudulent or otherwise illegal health care coverage.

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