



General Assembly

Raised Bill No. 7264

January Session, 2019

LCO No. 4537



Referred to Committee on INSURANCE AND REAL ESTATE

Introduced by:
(INS)

AN ACT CONCERNING LONG-TERM CARE INSURANCE PREMIUM RATE INCREASES.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

1 Section 1. Subparagraph (A) of subdivision (2) of subsection (b) of
2 section 38a-501 of the general statutes is repealed and the following is
3 substituted in lieu thereof (*Effective October 1, 2019*):

4 (2) (A) Any insurance company, fraternal benefit society, hospital
5 service corporation, medical service corporation or health care center
6 that files a rate filing for an increase in premium rates for a long-term
7 care policy that is for twenty per cent or more shall spread the increase
8 over a period of not less than (i) three years for a rate filed prior to
9 October 1, 2019, and (ii) five years for a rate filed on or after October 1,
10 2019. Such company, society, corporation or center shall use a periodic
11 rate increase that is actuarially equivalent to a single rate increase and
12 a current interest rate for the period chosen.

13 Sec. 2. Subparagraph (A) of subdivision (2) of subsection (b) of
14 section 38a-528 of the general statutes is repealed and the following is

15 substituted in lieu thereof (*Effective October 1, 2019*):

16 (2) (A) Any insurance company, fraternal benefit society, hospital
17 service corporation, medical service corporation or health care center
18 that files a rate filing for an increase in premium rates for a long-term
19 care policy that is for twenty per cent or more shall spread the increase
20 over a period of not less than (i) three years for a rate filed prior to
21 October 1, 2019, and (ii) five years for a rate filed on or after October 1,
22 2019. Such company, society, corporation or center shall use a periodic
23 rate increase that is actuarially equivalent to a single rate increase and
24 a current interest rate for the period chosen.

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| This act shall take effect as follows and shall amend the following sections: | | |
| Section 1 | <i>October 1, 2019</i> | 38a-501(b)(2)(A) |
| Sec. 2 | <i>October 1, 2019</i> | 38a-528(b)(2)(A) |

INS *Joint Favorable*