
A BILL FOR AN ACT

RELATING TO HEALTH INSURANCE RATES.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

1 SECTION 1. Section 431:14G-103, Hawaii Revised Statutes,
2 is amended to read as follows:

3 "[+]§431:14G-103[+] Making of rates[-]; community rating.

4 (a) Rates shall not be excessive, inadequate, or unfairly
5 discriminatory and shall be reasonable in relation to the costs
6 of the benefits provided.

7 (b) Except to the extent necessary to meet subsection (a),
8 uniformity among managed care plans covering more than fifty
9 members in any matters within the scope of this section shall be
10 neither required nor prohibited.

11 (c) Rates for individual plans and plans covering more
12 than one member and less than fifty-one members shall be
13 established pursuant to community rating.

14 For the purposes of this subsection, "community rating"
15 means a rating methodology in which the premium for all persons
16 covered by a policy or contract form is the same based on the
17 experience of the entire pool of risks covered by that policy or



1 contract form without regard to age, sex, health status, tobacco
2 use, or occupation."

3 SECTION 2. New statutory material is underscored.

4 SECTION 3. This Act shall take effect upon its approval.

5

INTRODUCED BY:



Della A Bellotti

House. Sen



Cindy Evans

JAN 23 2014



H.B. NO. 2525

Report Title:

Health Insurance; Rates; Community Rating

Description:

Requires individual health insurance plans and small group plans to establish rates based on community rating.

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.

