

CHECKLIST FOR STOP LOSS / EXCESS LOSS PAGE 1

CODE 60

◆ 60A.08 Contracts Of Insurance

Subd 5 Signatures Required

The signatures may be facsimile and may be placed in brackets.

Stop Loss For Provider Reimbursement

M. S. 60A.235-236 does not apply to stop loss or excess loss coverage that provide coverage for **medical provider reimbursement**. Contracts that provide stop loss or excess coverage for medical providers are not subject to this statute.

60A.235 Standards For Determining Stop Loss Contracts

◆ Subd 2 Definitions

Minnesota requires the terms defined in this subdivision to use the statutory definitions.

- a) "Attachment point"
- b) "Direct coverage"
- c) "Expected claims"
- d) "Expected plan claims"
- e) "Health plan"
- f) "Health carrier"

Subd 3 Health Plan Policies Issued As Stop Loss Coverage

For a policy to be considered "Stop-Loss" coverage, Minnesota requires the attachment points listed in the statute.

Subd 4 Compliance

60A.236 Stop Loss Regulation; Small Employer Coverage

February 20, 2001

LH60CHK

◆ Denotes a mandate for which a specific contractual reference is required.

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A contract providing stop loss coverage, issued or renewed to a small employer, as defined in section [62L.02](#), subdivision 26, or to a plan sponsored by a small employer, must include a claim settlement period no less favorable to the small employer or plan than coverage of all claims incurred during the contract period regardless of when the claims are paid.

Rate Requirement

62A.02 Health Care Policy Rates

For stop-loss contracts, we require a reasonable anticipated (65 %) loss ratio. Insurers must include an actuarial memorandum.