

Regular Session, 2014

HOUSE BILL NO. 435

BY REPRESENTATIVE CROMER

INSURANCE: Provides relative to professional employer organizations

1 AN ACT

2 To amend and reenact R.S. 22:821(B)(introductory paragraph), 1745(B)(2), and 1748 and
3 to enact R.S. 22:821(B)(5), relative to professional employer organizations; to
4 require such organizations to file an initial registration statement and an annual
5 registration statement with the commissioner of insurance; to provide for the fees the
6 commissioner of insurance shall charge for filing of the registration statements; to
7 provide that the client of each professional employer organization is to be issued a
8 separate policy for the employees of the client; and to provide for related matters.

9 Be it enacted by the Legislature of Louisiana:

10 Section 1. R.S. 22:821(B) (introductory paragraph), 1745(B)(2), and 1748 are hereby
11 amended and reenacted and R.S. 22:821(B)(5) is hereby enact to read as follows:

12 §821. Fees

13 * * *

14 B. The following fees ~~and licenses~~ shall be collected in advance by the
15 commissioner of insurance:

16 * * *

17 (5)(a) For the submission of the professional employer organization
18 registration statement \$500.00

DIGEST

The digest printed below was prepared by House Legislative Services. It constitutes no part of the legislative instrument. The keyword, one-liner, abstract, and digest do not constitute part of the law or proof or indicia of legislative intent. [R.S. 1:13(B) and 24:177(E)]

Cromer

HB No. 435

Abstract: Requires professional employer organizations (PEOs) to file registration statements with commissioner of insurance annually; requires the commissioner charge a fee of \$500 for filing of the initial statement and \$300 for filing of each subsequent annual statement.

Present law requires PEOs to file their registration statements with the Dept. of Insurance.

Proposed law requires PEOs to file their registration statements with the commissioner of insurance.

Present law states that the Dept. of Insurance may charge a fee to cover its costs in receiving and maintaining the statements not to exceed \$500 for filing of the initial registration statement and \$300 for each annual statement.

Proposed law requires the commissioner of insurance to charge a fee of \$500 for the filing of the initial registration statement and \$300 for filing of the annual statement.

Present law requires that PEOs consider the client's employees as a separate group for the purposes of eligibility, rating, and coverage.

Proposed law retains present law and requires that PEOs issue a separate policy to each client for its employees, with the client as the plan sponsor.

(Amends R.S. 22:821(B)(intro. para.), 1745(B)(2), and 1748; Adds R.S. 22:821(B)(5))