## **SENATE BILL No. 236**

February 27, 2003, Introduced by Senators HAMMERSTROM, JACOBS, CHERRY, PATTERSON, ALLEN and GOSCHKA and referred to the Committee on Health Policy.

A bill to amend 1980 PA 350, entitled "The nonprofit health care corporation reform act,"

(MCL 550.1101 to 550.1704) by adding sections 422a and 422b.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 422a. A health care corporation may use an application
- 2 form for long-term care coverage that is designed to elicit the
- 3 complete health history of an applicant.
- 4 Sec. 422b. A health care corporation may charge a different
- 5 rate based on age for the same long-term care coverage if the
- 6 rate differential is based on sound actuarial principles and a
- 7 reasonable classification system and is related to actual and
- 8 credible loss statistics or, for new coverages, is related to
- 9 reasonably anticipated experience.
- 10 Enacting section 1. This amendatory act does not take
- 11 effect unless Senate Bill No. 234

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1 of the 92nd Legislature is enacted into

**2** law.

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