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3 **Title:** Establishment of Objective Criteria to Monitor and Approve
4 'For Profit' and 'Non-Profit' Insurance Carriers Premium
5 Rate Increases
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7 **Introduced by:** Domenic R. Federico, MD, for the Kent County Delegation
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9 **Original Authors:** Patrick J. Droste, MD
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11 **Referred to:** Reference Committee B
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13 **House Action:**
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16 **Whereas, insurance carriers raise premiums annually, and**
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18 **Whereas, an increase in out of pocket expenses has risen dramatically as**
19 **insurance carriers shift more cost on to patients, and**
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21 **Whereas, there is less insurance coverage with the rise in premiums, and**
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23 **Whereas, there is a decrease of premium dollars used toward actual**
24 **health care costs, and**
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26 **Whereas, there is an increase of premium dollars used for insurance**
27 **carrier administration; therefore be it**
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29 **RESOLVED: That MSMS work for legislation, or work with Michigan's**
30 **Insurance Commissioner, to do all of the following:**

31 **1) Initiate limits on insurance carrier rate increases based on objective**
32 **criteria.**

33 **2) Provide that 'For Profit' and 'Non-Profit' insurance carriers identify the**
34 **costs per dollar for direct health care per premium dollar.**

35 **3) Require that insurance carriers must allocated greater than 70% of**
36 **each premium dollar toward direct health care costs.**
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39 **WAYS AND MEANS COMMITTEE FISCAL NOTE: NONE**