
HOUSE BILL 2503

State of Washington 52nd Legislature 1992 Regular Session

By Representatives Dellwo, Zellinsky, Broback, Mielke, Winsley and Paris

Read first time 01/20/92. Referred to Committee on Financial Institutions & Insurance.

1 AN ACT Relating to stop loss insurance; amending RCW 48.11.030 and
2 48.21.010; and adding a new section to chapter 48.21 RCW.

3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

4 **Sec. 1.** RCW 48.11.030 and 1947 c 79 s .11.03 are each amended to
5 read as follows:

6 "Disability insurance" is insurance against bodily injury,
7 disablement or death by accident, against disablement resulting from
8 sickness, and every insurance appertaining thereto, including stop loss
9 insurance. Stop loss insurance means an arrangement whereby an insurer
10 insures against the risk that, under a self-funded employee health
11 benefit plan, any one claim will exceed one hundred thousand dollars or
12 that the entire loss under such a plan will exceed two hundred fifty
13 thousand dollars.

1 **Sec. 2.** RCW 48.21.010 and 1949 c 190 s 27 are each amended to read
2 as follows:

3 Group disability insurance is that form of disability insurance
4 provided by a master policy issued to an employer, to a trustee
5 appointed by an employer or employers, or to an association of
6 employers formed for purposes other than obtaining such insurance,
7 covering, with or without their dependents, the employees, or specified
8 categories of the employees, of such employers or their subsidiaries or
9 affiliates, or issued to a labor union, or to an association of
10 employees formed for purposes other than obtaining such insurance,
11 covering, with or without their dependents, the members, or specified
12 categories of the members, of the labor union or association, or issued
13 pursuant to RCW 48.21.030, or stop loss insurance as defined under RCW
14 48.11.030. Group disability insurance shall also include such other
15 groups as qualify for group life insurance under the provisions of this
16 code.

17 NEW SECTION. **Sec. 3.** A new section is added to chapter 48.21 RCW
18 to read as follows:

19 Except for RCW 48.21.010, this chapter does not apply to group stop
20 loss insurance.