

(D) MINIMUM ACCEPTABLE LOSS RATIOS.

THE MINIMUM ACCEPTABLE LOSS RATIOS FOR MEDICARE SUPPLEMENT POLICIES ARE:

(1) FOR GROUP MEDICARE SUPPLEMENT POLICIES, AT LEAST 75% OF THE AGGREGATE AMOUNT OF PREMIUMS EARNED; AND

(2) FOR INDIVIDUAL MEDICARE SUPPLEMENT POLICIES OR SUBSCRIBER CONTRACTS THAT ARE ISSUED OR RENEWED ON A POLICY ANNIVERSARY AFTER JULY 1, 1991, AT LEAST 65% OF THE AGGREGATE AMOUNT OF PREMIUMS EARNED.

(E) COMPLIANCE WITH LOSS RATIO STANDARDS REQUIRED.

(1) TO DEMONSTRATE COMPLIANCE WITH THE APPLICABLE MINIMUM LOSS RATIO STANDARDS ESTABLISHED IN THE STATE FOR MEDICARE SUPPLEMENT POLICIES, EACH CARRIER THAT PROVIDES MEDICARE SUPPLEMENT POLICIES OR CERTIFICATES IN THE STATE SHALL FILE ANNUALLY WITH THE COMMISSIONER THE CARRIER'S RATES, RATING SCHEDULE, AND SUPPORTING DOCUMENTATION.

(2) EACH FILING OF RATES AND RATING SCHEDULES SHALL DEMONSTRATE THAT THE ACTUAL AND EXPECTED LOSSES IN RELATION TO PREMIUMS COMPLY WITH THE REQUIREMENTS OF THIS SUBTITLE.

(F) STANDARDS NOT MET.

THE COMMISSIONER MAY REQUIRE A CARRIER TO ADJUST RATES OR GIVE CREDITS OR REFUNDS TO POLICYHOLDERS OF MEDICARE SUPPLEMENT POLICIES THAT IN PRACTICE DO NOT MEET THE MINIMUM LOSS RATIO STANDARDS REQUIRED UNDER THIS SECTION.

REVISOR'S NOTE: This section is new language derived without substantive change from former Art. 48A, § 468D.

In subsection (e)(1) of this section, the defined term "carrier" is substituted for the former reference to an "entity" for clarity and consistency throughout this subtitle.

- Defined terms: "Carrier" § 15-901
- "Certificate" § 15-901
- "Commissioner" § 1-101
- "Medicare supplement policy" § 15-901
- "Policy" §§ 1-101 and 15-901
- "Premium" § 1-101

15-912. SPECIFIC STANDARDS FOR POLICY PROVISIONS.

(A) REGULATIONS REQUIRED.

THE COMMISSIONER SHALL ADOPT REASONABLE REGULATIONS TO ESTABLISH SPECIFIC STANDARDS FOR POLICY PROVISIONS OF MEDICARE SUPPLEMENT POLICIES AND CERTIFICATES.