

State of Arkansas
93rd General Assembly
Regular Session, 2021

As Engrossed: H4/15/21

A Bill

HOUSE BILL 1714

By: Representative Brooks

For An Act To Be Entitled

AN ACT TO AMEND THE LAW CONCERNING MULTIPLE EMPLOYER WELFARE ARRANGEMENTS; TO MODIFY THE REQUIREMENTS FOR A MULTIPLE EMPLOYER TRUST OR MULTIPLE EMPLOYER WELFARE ARRANGEMENT THAT IS NOT FULLY INSURED; AND FOR OTHER PURPOSES.

Subtitle

TO AMEND THE LAW CONCERNING MULTIPLE EMPLOYER WELFARE ARRANGEMENTS.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:

SECTION 1. Arkansas Code § 23-92-101(c)(3), concerning the requirements for obtaining a certificate of authority of a multiple employer trust or multiple employer welfare arrangement that is not fully insured, is amended to add additional subdivisions to read as follows:

(C) The rules described in subdivision (c)(3)(B) of this section shall allow that reserves of an association that sponsors a multiple employer welfare arrangement may be established by either a cash deposit or a line of credit that is used as a source of a cash reserve.

(D) The rules described in subdivision (c)(3)(B) of this section shall not require an association that sponsors a multiple employer welfare arrangement:

(i) To disclose to the public the address of a trustee for a trust agreement of a multiple employer welfare arrangement if that trustee is not the designated administrator of the summary plan of the association; or



(ii) To be organized and in active existence for more than one (1) year if the association has at least one (1) substantial business purpose other than obtaining insurance or insuring an association's members or employees or the employees of members of the association for the benefit of a person other than the association or the association's officers or trustees.

/s/Brooks

APPROVED: 4/28/21