

304.18-050 Readjustment of premiums -- Dividends.

Any contract of group health insurance may provide for the readjustment of the rate of premium based upon the experience thereunder. If a policy dividend is declared or a reduction in rate is made or continued for the first or any subsequent year of insurance under any policy of group health insurance issued prior to or after June 18, 1970, to any policyholder, the excess, if any, of the aggregate dividends or rate reductions under such policy and all other group insurance policies of the policyholder over the aggregate expenditure for insurance under such policies made from funds contributed by the policyholder, or by an employer or insured persons, or by a union or association to which the insured persons belong, including expenditures made in connection with administration of such policies, shall be applied by the policyholder for the sole benefit of insured employees or members.

Effective: April 10, 1998

History: Amended 1998 Ky. Acts ch. 496, sec. 46, effective April 10, 1998. -- Amended 1996 Ky. Acts ch. 371, sec. 13, effective July 15, 1996. -- Created 1970 Ky. Acts ch. 301, subtit. 18, sec. 5, effective June 18, 1970.