

SENATE BILL 343

By McNally

AN ACT to amend Tennessee Code Annotated, Section
56-26-204, relative to the pooling of self-insurers.

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

SECTION 1. Tennessee Code Annotated, Section 56-26-204(a), is amended by deleting the first sentence in subdivision (1), and substituting instead the following:

Two (2) or more member employers of the same trade or professional organization with at least five hundred (500) covered lives may enter into an agreement to pool their liabilities under this chapter for the purpose of qualifying as self-insurers.

SECTION 2. Tennessee Code Annotated, Section 56-26-204, is amended by adding the following language as a new subsection (d):

(d) Notwithstanding any provision of law to the contrary, a pool created under this section by an association of private, not-for-profit educational institutions, the association having been in existence for twenty-five (25) years or more shall be exempt from Title 56, Chapter 7, Parts 23, 24, 25, 26 and 27.

SECTION 3. This act shall take effect upon becoming a law, the public welfare requiring it.