

**Amendment No. 12 to HB0194**

**Fitzhugh**  
**Signature of Sponsor**

**AMEND Senate Bill No. 200\***

**House Bill No. 194**

By adding the following as a new section:

SECTION \_\_. Tennessee Code Annotated, Title 50, Chapter 6, Part 1, is amended by adding the following as a new section:

50-6-1\_\_.

(a) Beginning not later than July 1, 2014, a workers' compensation insurance issuer shall, with respect to each plan year, provide an annual rebate to each policyholder under such coverage, on a pro rata basis, if the ratio of the amount of premium revenue expended by the issuer on payments for health care services, medical equipment and disability benefits associated with workers' compensation claims to the total amount of premium revenue, excluding state and federal taxes and licensing or regulatory fees, for the plan year is less than eighty percent (80%).

(b) The total amount of an annual rebate required under this section shall be in an amount equal to the product of:

(1) The amount by which the percentage described in subsection (a) exceeds the ratio described in subsection (a); and

(2) The total amount of premium revenue, excluding state and federal taxes and licensing or regulatory fees, for such plan year.