

Filed for intro on 02/02/95
House Bill _____
By

Senate No. SB0926
By McNally

AN ACT to amend Tennessee Code Annotated, Section 50-6-405,
regarding accounting standards for self-insurer pools.

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

SECTION 1. Tennessee Code Annotated, Section 50-6-405(c), is amended by deleting subdivision (3) in its entirety and by substituting the following new subdivision:

(3) Be created in good faith for purposes other than that of creating workers' compensation self-insurer pools. The commissioner shall have authority to require all financial reporting and examinations be done in accordance with generally accepted accounting principles and promulgate such rules and regulations as deemed necessary to provide for the solvency, administration and enforcement of such pooling agreements. To the extent deemed necessary by the commissioner, each employer member of such approved group shall be classified as a self-insurer as otherwise provided in this chapter.

SECTION 2. This act shall take effect upon becoming a law, the public welfare requiring it.