

# STATE OF COLORADO

DEPARTMENT OF REGULATORY AGENCIES

## DIVISION OF INSURANCE

1560 Broadway, Suite 850  
Denver, Colorado 80202



### Bulletin No. B-4.17

#### Rates for Pilot Multiple Employer Welfare Arrangements

##### I. Background and Purpose

The purpose of this bulletin is to define “average rate” as allowed for Pilot Multiple Employer Welfare Arrangements in § 10-16-902(3)(c), C.R.S.

Bulletins are the Division’s interpretations of existing insurance law or general statements of Division policy. Bulletins themselves establish neither binding norms nor finally determine issues or rights.

##### II. Applicability and Scope

This bulletin is intended for use by those Pilot Multiple Employer Welfare Arrangements (MEWAs) formed under Title 10, Article 16, Part 9.

##### III. Division Position

Section 10-16-902(3)(c), C.R.S. allows Pilot MEWAs to adjust premiums for an individual employer within the MEWA for health status, claims experience and standard industrial code but such adjustments shall not result in a rate that deviates from the “average rate” for members of the MEWA by more than amounts set forth in § 10-16-902(3)(c)(II), C.R.S.

The “average rate” means the Index Rate as adjusted for plan design and the case characteristics of age, geographic location and family size only. The “average rate” does not include the Index Rate as further adjusted for any other case characteristic. The Division interprets “average rate” to be equivalent to “filed rate” as defined in Regulation 4-6-7 Section 4.A.

##### IV. Additional Division Resources

###### For More Information

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##### V. History

- Originally issued as bulletin 23-04, October 27, 2004.
- Reissued May 8, 2007.