



House of Representatives *State of Utah*

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February 4, 2002

Mr. Speaker:

The Business and Labor Committee reports a favorable recommendation on **1st Sub. H.B. 279**, PROFESSIONAL EMPLOYER ORGANIZATION LICENSING ACT AMENDMENTS, by Representative G. Curtis, with the following amendments:

1. Page 8, Line 235: After "plan;" delete "and"
2. Page 9, Line 249: After "trend" delete "." and insert "·"
3. Page 9, Line 249: After line 249 insert:
"(5) provide to the division a statement from the PEO's third party administrator or actuary indicating the run-out, the change in life count, the medical trend, and the statutory liability of the plan, where the plan's statutory liability is the run-out increased by the change in life count, then increased by the medical trend; and
(6) provide an audited financial statement evidencing that the PEO's plan has excess reserves of at least 50% of its statutory liability held in the plan trust as of the end of the fiscal year of the PEO, and if the excess reserves are not met, the PEO may supplement the proof that it has come into compliance with the requirement."

Respectfully,

Katherine M. Bryson
Committee Chair

Voting: 13-0-2

3 HB0279.HC1.WPD 2/4/02 9:33 am mcperry/MCP KMW/JTW

Bill Number



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Action Class



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