## Rules of
Department of Insurance,  
Financial Institutions and  
Professional Registration

Division 200—Insurance Solvency and Company Regulation  
Chapter 19—Discount Medical Plans

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Title 20—DEPARTMENT OF INSURANCE, FINANCIAL INSTITUTIONS AND PROFESSIONAL REGISTRATION

Division 200—Insurance Solvency and Company Regulation

Chapter 19—Discount Medical Plans

20 CSR 200-19.020 Scope and Definitions

PURPOSE: This rule sets out the scope of the rules in this chapter and provides definitions to aid in the interpretation of the rules in this chapter.

(1) The rules in this chapter apply to discount medical plan organizations transacting business under sections 376.1500 to 376.1532, RSMo. The rules are to be read together with Chapter 536, RSMo.

(2) The definitions located in section 376.1500, RSMo apply to the rules in this chapter.


20 CSR 200-19.050 Registration

PURPOSE: This rule implements the registration of all discount medical plan organizations doing business in this state.

(1) Registration Forms. The following form has been adopted and approved for filing with the department:
   (A) The Discount Medical Plan Organization Registration form (Form DM-1).

(2) Application and Fees.
   (A) Initial Registration. Each discount medical plan organization shall register with the director by—
      1. Completion and filing of a Form DM-1 in accordance with the instructions contained therein;
      2. Payment of the two hundred fifty dollar ($250) annual registration fee; and
      3. Demonstration of compliance with the net worth requirement under rule 20 CSR 200-19.060.
   (B) Renewal Registration. Each discount medical plan organization may renew its registration between thirty (30) days prior to and the anniversary date of its initial registration by—
      1. Submission of any amendments to the Form DM-1;
      2. Payment of the two hundred fifty dollar ($250) annual registration fee; and
      3. Demonstration of compliance with the net worth requirement under rule 20 CSR 200-19.060.

(3) Copies of the Form DM-1 may be obtained from the department’s web site, www.insurance.mo.gov.


20 CSR 200-19.060 Net Worth Requirements

PURPOSE: This rule implements the requirement that discount medical plan organizations maintain a certain net worth.

(1) Requirement. Each discount medical plan organization shall maintain a net worth of no less than one hundred fifty thousand dollars ($150,000), as required by section 376.1518, RSMo. Net worth shall be determined according to generally accepted accounting principles (GAAP).

(2) Review. The net worth requirement is ongoing and subject to review by the director through examination. Each discount medical plan organization is required to demonstrate at registration and at annual renewal:
   (A) Registration. Each discount medical plan organization is required to demonstrate at the time of registration to demonstrate that it meets the net worth requirement according to GAAP by filing a statement sworn to or affirmed by two (2) or more officers of such organization, which statement consists of the statement of profit or loss, balance sheet, and statement of cash flows of the discount medical organization as of a date not more than twelve (12) months prior to the date of such organization’s registration.
   (B) Renewal of Registration. Each discount medical plan organization is required at the time of renewal to demonstrate that it meets the net worth requirement according to GAAP by filing a statement sworn to or affirmed by two (2) or more officers of such organization, which statement consists of the statement of profit or loss, balance sheet, and statement of cash flows of the discount medical plan organization as of a date not more than twelve (12) months prior to the date of such organization’s renewal of registration.

(C) Five (5)-Year Report. At least once every five (5) years, each discount medical plan organization shall file with the director at the time of renewal, a report of an audit by an independent CPA or a director’s examination as provided in subsection (2)(A).
