No. 54, A.]

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CHAPTER 32

AN ACT to amend 204.32 (1); and to create 204.32 (2) (a) 4a of the statutes, relating to group accident and health insurance.

The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

SECTION 1. 204.32 (1) of the statutes is amended to read:

204.32 (1) Franchise accident and health insurance is declared to be that form of accident and health insurance covering 3 or more employes or members of any governmental corporation, unit, agency or department thereof, or of any corporation, copartnership or individual employer, or of any association, including a labor union, having a constitution or bylaws, and formed in good faith for purposes other than that of obtaining insur-ance, or individuals supplying raw materials to a single processing plant, where such employes, members * * *, employes of members or suppliers with or without their dependents are covered under individual policies of insurance, under an arrangement whereby the premiums on such policies are to be paid to the insurer periodically by the employer, with or without payroll deductions, or by the association, as the case may be, or by some designated person acting on behalf of such employer or association or of such employes * * *, members or suppliers. Any insurance company authorized to write accident and health insurance in this state * * * may issue franchise accident and health policies. The term "employes" as used herein * * * *includes* the officers, managers and employes of the employer and the individual proprietor or partners if the employer is an individual proprietor or partnership. Notwithstanding any provision contained in the statutes * * *, insurers may be permitted to file, for use in connection with franchise health and accident insurance, rate schedules which reflect a differential from the rates charged for identical policies issued on the individual basis, provided the rates charged under such rate schedules do not discriminate between franchise groups.

SECTION 2. 204.32 (2) (a) 4a of the statutes is created to read:

204.32 (2) (a) 4a. Groups of individuals supplying raw materials to a single processing plant; or

Approved April 19, 1961.