



March 9, 2022
Senate File 3472 - Reinsurance
Finance Committee
Minnesota Senate

Dear Committee Members,

The Minnesota Business Partnership is a membership organization of business leaders from across the state, employing more than half a million workers in Minnesota. Affordable health insurance and access to health care is highly important to our members.

We strongly support the renewal of the Minnesota Premium Security Plan, also known as “Reinsurance.”

The Premium Security Plan has proven to be successful at stabilizing the individual market in Minnesota and lowering health insurance premiums by 20% on average for those purchasing plans in the marketplace. Without renewal of this program, Minnesotans will experience large premium increases beginning in 2023 and thousands may forgo coverage.

The reinsurance program successfully stabilized the individual market in Minnesota. Before the establishment of reinsurance, the individual market in Minnesota was experiencing untenable premium increases and facing collapse. Many parts of the state were facing the loss of health insurance options – putting health care for many Minnesotans at risk.

Minnesota’s nation-leading reinsurance program has been modeled by more than a dozen other states across the country. This program is essential to maintaining stability in the health care marketplace by continuing to ensure health insurance options for those in the individual market. Reinsurance has helped to avoid additional cost shifting in our health care system and has helped ensure health care availability in all parts of the state, especially in Greater Minnesota.

In closing, I urge you to renew the reinsurance program, which has been proven very successful at controlling health insurance costs for Minnesota families. Thank you for your consideration.

Sincerely,

A handwritten signature in blue ink that reads 'Dan Dwight'.

Dan Dwight
Health Policy Director
Minnesota Business Partnership