Reasons to Oppose MN Reinsurance Legislation:

1) *Taxpayers Become Insurers* - Relieves insurers of their insurance function in the individual market and lays it on taxpayers who will pay 50-70% of all medical bills between $50,000 and $250,000. Taxpayers will cover up to $140,000 of the cost of patients in the individual market after $50,000. Insurers will likely buy reinsurance to cover all costs over $250,000.

2) *New Invisible Government Program* - Minnesotans in the individual market will have a Medica, Blue Cross or Healthpartners card but they’ll in enrolled in a government program: **MN Premium Security Plan**. They’ll think the health plan is paying their bills, but as soon as their costs rise above $50,000, taxpayers will be paying. A boon for health plans; a bane for taxpayers.

3) *Data Shared with Government* - A special health plan portal will be set up to share medical data with the government-established entity (MCHA) that will pay medical bills exceeding $50,000.

4) *High Cost* - MCHA’s peak enrollment was 38,000 people. There are approx. 250,000 in the individual market. Expected costs are $300 million per year. The new government plan does not sunset and will use the provider tax/health care access fund, which is scheduled for repeal in 2019.

5) *House vs Senate* - SF 720 coinsurance is 80% of costs after the first $45,000 up to $250,000.