

Vote YES to
REINSURANCE
 HB2332

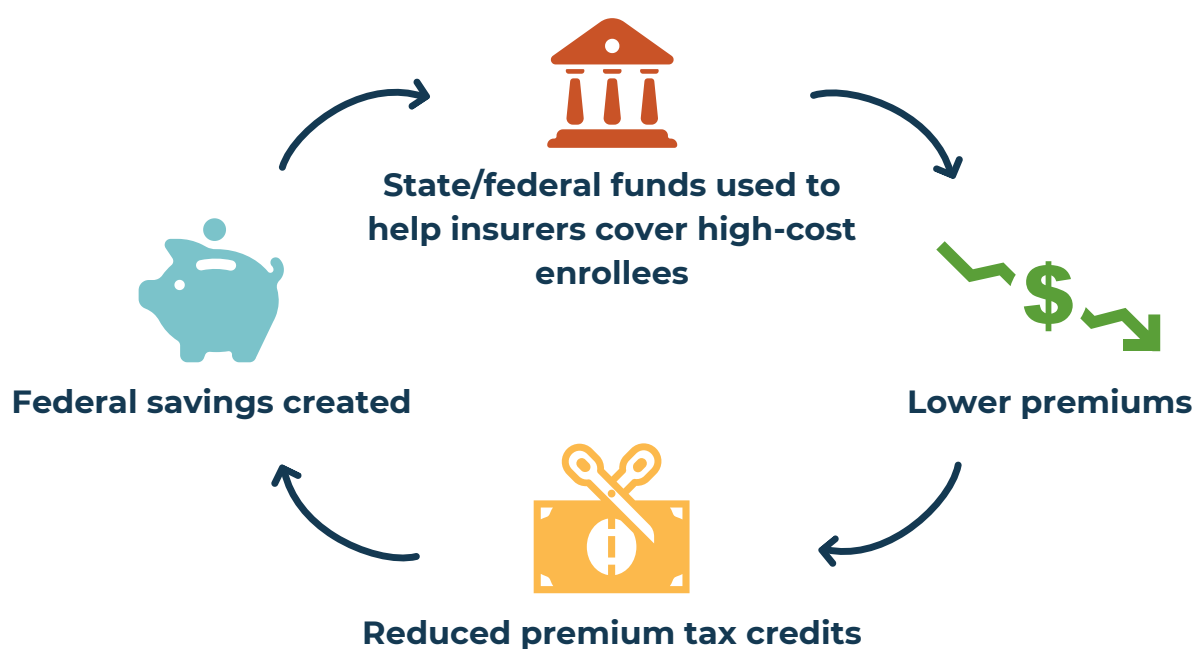
WHAT IS REINSURANCE?

Reinsurance subsidizes insurers for certain high-cost enrollees to lower overall premiums in the marketplace.

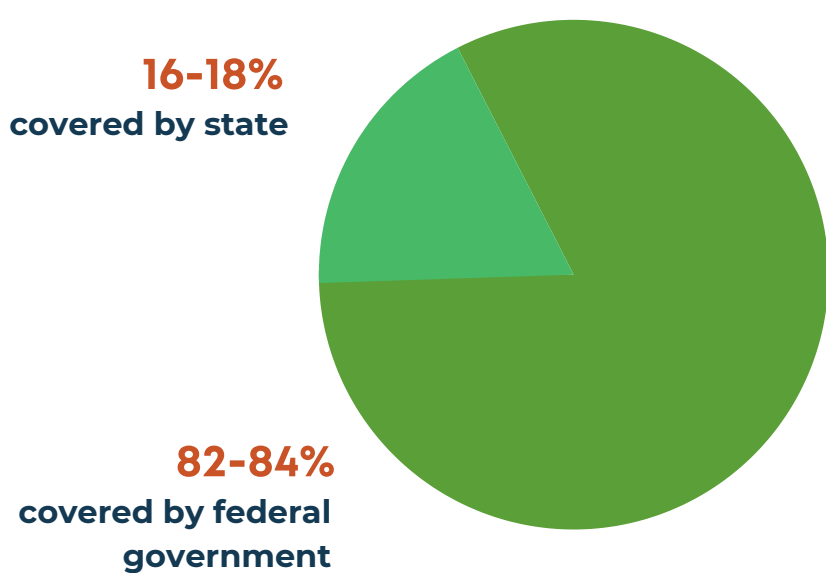
In the first year, states with reinsurance programs had an average premium reduction of

16.9%

HOW DOES REINSURANCE WORK?



HOW DO STATES PAY FOR IT?



A health insurance assessment can cover Virginia's costs without dipping into general funds.

Tax payments that insurers had been paying to the federal government to support the Affordable Care Act can now be shifted to the state.*

A 1% assessment on individual plans and full insurance large group plans alone will generate between **\$54.5M-\$60.2M**

enough to achieve a **15-20%** premium reduction.

WHY VOTE YES ON REINSURANCE?

Reinsurance creates a healthier system: when the high costs of the sickest people in the marketplace are covered, premiums are reduced for everyone.

*The federal Health Insurers Tax, used to support the ACA, expired on December 31, 2020.