MISSISSIPPI LEGISLATURE

By: Representative Bennett

To: Insurance

HOUSE BILL NO. 1046

1 AN ACT TO BRING FORWARD SECTION 71-3-79, MISSISSIPPI CODE OF 2 1972, WHICH GOVERNS ESTOPPEL TO DENY INSURANCE CLAIMS IN THE 3 WORKERS' COMPENSATION ACT, FOR PURPOSES OF POSSIBLE AMENDMENT; AND 4 FOR RELATED PURPOSES. BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 5 SECTION 1. Section 71-3-79, Mississippi Code of 1972, is 6 7 brought forward as follows: 8 71-3-79. Acceptance of a premium on a policy securing to an 9 employee compensation, either alone or in connection with other 10 insurance, shall estop the carrier so accepting from pleading that the employment of such employee is not covered under this chapter 11 12 or that the employment is not carried on for pecuniary gain. When any member of a partnership, firm, or association who 13 14 does or does not perform manual labor, and where there is coverage of fellow employees, elects to take coverage under the provisions 15 of this chapter, the intent of the insured as well as acceptance 16 17 by the carrier shall be shown by endorsement to the policy. Any such affirmative action by the parties shall entitle said members 18 or officers to the benefits enjoyed by an employee under this 19 H. B. No. 1046 ~ OFFICIAL ~ G1/218/HR43/R1879 PAGE 1 (CAA\EW)

20 chapter. Every executive officer elected or appointed and 21 empowered in accordance with a charter and bylaws of a 22 corporation, other than nonprofit charitable, fraternal, cultural, 23 or religious corporations or associations, shall be an employee of 24 such corporation under this chapter, provided that said executive 25 officer may reject said coverage by giving notice in writing to 26 the carrier of this election not to be covered as an employee.

27 Any such executive officer of a nonprofit charitable, 28 fraternal, cultural, or religious corporation or association may, 29 notwithstanding any other provision of this chapter, be brought 30 within the coverage of its insurance contract by any such corporation or association by specifically including such 31 32 executive officer in such contract of insurance. The election to 33 bring such executive officer within the coverage shall continue 34 for the period such contract of insurance is in effect, and during 35 such period such executive officers thus brought within the 36 coverage of the insurance contract shall be employees of such corporation or association under this chapter. 37

38 SECTION 2. This act shall take effect and be in force from 39 and after July 1, 2018.

H. B. No. 1046 18/HR43/R1879 PAGE 2 (CAA\EW) XIII WILLING Compensation Law; bring forward section regarding estoppel to deny insurance claims.