

CMS, EBSA, and IRS Issue Final Rules on Short-Term, Limited-Duration Insurance

- On March 28, 2024, the Centers for Medicare and Medicaid Services (CMS), the Employee Benefits Security Administration (EBSA), and the Internal Revenue Service (IRS) issued Final Rules on short-term, limited-duration insurance (STLDI) plans.
- STLDI typically fills temporary gaps in coverage that may occur when an individual transitions from one plan to another, such as transitioning between coverage offered by one employer to another. STLDI is not subject to the requirements for individual health insurance coverage under the Affordable Care Act (ACA). The definition of STLDI is being amended to limit STLDI plans to no more than four months, including renewals or extensions.
- STLDI plans, as well as fixed indemnity insurance policies that provide a fixed, cash payment for a health care event, will have to include a consumer notice that it is not comprehensive coverage on marketing, application, enrollment, and reenrollment materials.
- The Final Rules are scheduled to be published in the Federal Register on April 3, 2024, and are effective 75 days after publication. For STLDI plans, the change in definition applies for coverage periods beginning on or after September 1, 2024.

More on This Topic:

- [Final Rule](#)

- [Fact Sheet](#)

For questions, please reach out to [Vicky Jucelin](#).

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