

Regulation of PEOs Moves Under the Secretary of State; HB 2790

HB 2790 transfers the registration, compliance oversight, and enforcement authority for professional employer organizations (PEOs), including authority for rules and regulations, from the Commissioner of Insurance to the Secretary of State, effective January 1, 2025. The bill replaces all instances of “Commissioner” with “Secretary” in the Professional Employer Organization Registration Act.

The bill also provides that a fully insured welfare benefit plan offered by a PEO to its employees and covered employees is to be treated as a single employer welfare benefit plan.