

1064-S

Sponsor(s): House Committee on Financial Institutions & Insurance
(originally sponsored by Representatives L. Thomas, Wolfe, Dyer and
Mason; by request of Insurance Commissioner)

Brief Title: Changing the financial and reporting requirements of
health care service contractors and health maintenance
organizations.

HB 1064-S.E - DIGEST

(DIGEST AS ENACTED)

Requires every limited health care service contractor to have
and maintain a minimum net worth of three hundred thousand dollars
by December 31, 1999.

Requires every health care service contractor and health
maintenance organization to have and maintain a minimum net worth
of the greater of three million dollars or two percent of the
annual premium earned.

Establishes procedures to remedy deficiencies in maintaining
an unimpaired net worth by domestic and foreign health care service
contractors.

Requires health care service contractors to file annual
statements and other schedules with the national association of
insurance commissioners.

Requires health maintenance organizations to file annual
statements and other schedules with the national association of
insurance commissioners.