

(IV) HAS BEEN PROHIBITED UNDER ANY FEDERAL SECURITIES LAW FROM ACTING AS A DIRECTOR OR OFFICER OF ANY CORPORATION.

(8) A member shall meet any other qualifications set forth in the bylaws of the nonprofit health service plan.

(9) A member may not be an immediate family member of another board member or an officer or employee of the nonprofit health service plan.

(10) The board shall elect a chairman from among its members.

(11) (I) The [membership] COMPOSITION of the board shall represent the [different] RACIAL AND GENDER [geographic regions] DIVERSITY of the State.

(II) THE BOARD SHALL INCLUDE REPRESENTATION FROM EACH GEOGRAPHIC REGION OF THE STATE.

(f) The board shall notify the Commissioner of any member who attends less than 65% of the meetings of the board during a period of 12 consecutive months.

(G) (1) EXCLUDING REIMBURSEMENT FOR ORDINARY AND NECESSARY EXPENSES, A BOARD MEMBER, IN ANY CALENDAR YEAR, MAY RECEIVE COMPENSATION NOT TO EXCEED:

(I) \$15,000 FOR THE CHAIRMAN OF THE BOARD OR A BOARD MEMBER WHO IS THE CHAIRMAN OF A COMMITTEE; OR

(II) \$12,000 FOR A BOARD MEMBER WHO IS NOT THE CHAIRMAN OF THE BOARD OR A BOARD COMMITTEE.

(2) A BOARD MEMBER MAY NOT RECEIVE MORE THAN THE AMOUNT SPECIFIED IN PARAGRAPH (1) OF THIS SUBSECTION FOR SERVING ON MORE THAN ONE BOARD OF A CORPORATION SUBJECT TO THIS SECTION.

(3) (I) THIS PARAGRAPH APPLIES TO A CORPORATION THAT IS:

1. ISSUED A CERTIFICATE OF AUTHORITY AS A NONPROFIT HEALTH SERVICE PLAN; AND

2. THE SOLE MEMBER OF A CORPORATION ISSUED A CERTIFICATE OF AUTHORITY AS A NONPROFIT HEALTH SERVICE PLAN.

(II) ON OR BEFORE MARCH 1, 2004, AND ANNUALLY THEREAFTER, A CORPORATION SUBJECT TO THIS PARAGRAPH SHALL REPORT TO THE COMMISSIONER ON THE AMOUNT OF THE ORDINARY AND NECESSARY EXPENSES PAID TO EACH BOARD MEMBER IN THE PRECEDING CALENDAR YEAR

[(g) (1) This subsection does not apply to a board of a nonprofit health service plan that has a premium income for the preceding year of less than \$30,000,000.

(2) No more than 25% of a board may be:

(i) licensed health care professionals;