

INITIAL APPLICATION FOR A CERTIFICATE OF AUTHORITY TO OPERATE, IT SHALL PAY TO THE COMMISSIONER A FEE OF \$300.

(B) INVESTIGATION FEE.

IN ADDITION TO THE FEE REQUIRED UNDER SUBSECTION (A) OF THIS SECTION, EACH HEALTH MAINTENANCE ORGANIZATION SHALL PAY A REASONABLE SUM, NOT EXCEEDING \$2,500, THAT THE COMMISSIONER FINDS TO BE THE COST OF THE INVESTIGATIONS MADE BY THE COMMISSIONER AND THE DEPARTMENT AS REQUIRED UNDER THIS SUBTITLE.

REVISOR'S NOTE: This section formerly appeared as Article 43, § 844(c).

The only changes are in style.

Defined terms: "Commissioner" § 19-701

"Department" § 1-101

"Health maintenance organization" § 19-701

19-710. BASIC REQUIREMENTS TO OPERATE AS A HEALTH MAINTENANCE ORGANIZATION.

(A) IN GENERAL.

TO QUALIFY FOR A CERTIFICATE OF AUTHORITY TO OPERATE AS A HEALTH MAINTENANCE ORGANIZATION, AN APPLICANT SHALL SATISFY THE COMMISSIONER THAT THE APPLICANT WILL MEET THE REQUIREMENTS OF THIS SECTION.

(B) CONFORMANCE WITH DEFINITION.

THE APPLICANT SHALL CONFORM TO THE DEFINITION OF A HEALTH MAINTENANCE ORGANIZATION.

(C) APPROPRIATE HEALTH CARE PLAN.

THE APPLICANT SHALL ESTABLISH AND OPERATE A BONA FIDE HEALTH MAINTENANCE ORGANIZATION THAT CAN PROVIDE HEALTH CARE SERVICES IN THE PROPOSED GEOGRAPHIC AREA.

(D) ACTUARIAL SOUNDNESS AND NET WORTH.

THE HEALTH MAINTENANCE ORGANIZATION SHALL BE ACTUARIALY SOUND AND HAVE AN ADEQUATE TANGIBLE NET WORTH. THESE REQUIREMENTS MAY BE SATISFIED BY A FINDING THAT THE HEALTH MAINTENANCE ORGANIZATION HAS MADE ACCEPTABLE ARRANGEMENTS TO PROVIDE ALL OR STIPULATED PARTS OF HEALTH CARE SERVICES THAT IT OFFERS.

(E) TERMS OF CONTRACTS.

THE TERMS OF CONTRACTS, INCLUDING ANY MEDICAL ASSISTANCE PROGRAM CONTRACTS UNDER TITLE XVIII OR TITLE XIX