

Approved May 14, 1987.

CHAPTER 420

(Senate Bill 1002)

AN ACT concerning

Health Maintenance Organizations - Regulation
- Certificates of Need

FOR the purpose of deleting obsolete references to certain federal acts; requiring certificate of need review of certain health care projects proposed by a health maintenance organization; defining the criteria to be considered by the Health Resources Planning Commission when conducting a certain certificate of need review reviews; altering the restriction on a health maintenance organization's ability to use certain types of advertising; authorizing the Insurance Commissioner to adopt rules and regulations governing the financial condition of health maintenance organizations; altering the respective roles of the Insurance Commissioner and the Department of Health and Mental Hygiene with respect to monitoring the fiscal soundness of health maintenance organizations; providing a certain termination date for certain sections of this Act; and generally relating to the regulation of health maintenance organizations and the certificate of need process.

BY repealing and reenacting, with amendments,

Article - Health - General
Section 19-116, 19-724(b), and 19-728(b) and (c)
Annotated Code of Maryland
(1982 Volume and 1986 Supplement)

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:

Article - Health - General

19-116.

(a) In this section, "health maintenance organization" means a health maintenance organization under Subtitle 7 of this title [or under the federal Public Health Service Act of 1975].