

priority over all other expenses; specifying that enrollees or subscribers of health maintenance organizations be held harmless for certain financial obligations of health maintenance organizations; requiring health maintenance organizations to have certain insolvency plans by a certain date; and generally relating to the rehabilitation and insolvency of health maintenance organizations.

BY repealing and reenacting, with amendments,

Article - Health - General  
Section 19-706.1 and ~~19-710(h)~~  
Annotated Code of Maryland  
(1987 Replacement Volume and 1988 Supplement)

BY repealing and reenacting, without amendments,

Article - Health - General  
Section 19-710(h)  
Annotated Code of Maryland  
(1987 Replacement Volume and 1988 Supplement)

BY adding to

Article - Health - General  
Section 19-710(o) and (p)  
Annotated Code of Maryland  
(1987 Replacement Volume and 1988 Supplement)

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

Article - Health - General

19-706.1.

(a) Subject to this section, the provisions of Article 48A, Subtitle 10 of the Code regarding the rehabilitation and liquidation of insurers is applicable to health maintenance organizations.

(b) (1) Subject to paragraph (2) of this subsection, any rehabilitation or liquidation of a health maintenance organization shall be deemed to be the rehabilitation or liquidation of an insurer and shall be conducted under the supervision of the Commissioner under the law governing the rehabilitation or liquidation of insurers.