

WILLIAM DONALD SCHAEFER, Governor

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.

(2) The provisions of Article 48A, §§ 162, 162A, 163, and 164 of the Code do not apply to the rehabilitation or liquidation of a health maintenance organization.

(c) The Commissioner may apply for an order directing the Commissioner to rehabilitate or liquidate a health maintenance organization:

(1) Upon any one or more grounds set out in Article 48A, Subtitle 10 of the Code; or