

(B) AN ACQUISITION OF A NONPROFIT HEALTH SERVICE PLAN OR A NONPROFIT HEALTH MAINTENANCE ORGANIZATION MAY NOT OCCUR WITHOUT THE APPROVAL OF THE ADMINISTRATION.

(C) A NONPROFIT HEALTH SERVICE PLAN OR A NONPROFIT HEALTH MAINTENANCE ORGANIZATION MAY NOT BE OPERATED FOR PROFIT.

(D) IF THE COMMISSIONER DETERMINES THAT A NONPROFIT HEALTH SERVICE PLAN OR A NONPROFIT HEALTH MAINTENANCE ORGANIZATION IS IN VIOLATION OF SUBSECTION (B) OR (C) OF THIS SECTION, THE COMMISSIONER MAY, IN ADDITION TO ANY OTHER REMEDIES AUTHORIZED BY LAW, REQUIRE THE FOLLOWING:

(1) THE DIVESTITURE OF THE ACQUISITION;

(2) THAT THE ENTITY FULLY COMPLY WITH THIS TITLE;

(3) THAT THE ENTITY FILE A PLAN FOR CONVERSION TO A FOR-PROFIT ENTITY AS REQUIRED UNDER THIS TITLE;

(4) THAT THE CERTIFICATE OF AUTHORITY OF THE ENTITY TO OPERATE AS A NONPROFIT HEALTH SERVICE PLAN OR A NONPROFIT HEALTH MAINTENANCE ORGANIZATION IN THIS STATE BE REVOKED OR SUSPENDED; OR

(5) THE PAYMENT OF A PENALTY AS PROVIDED FOR IN § 4-113(D)(1) OF THE INSURANCE ARTICLE FOR EACH VIOLATION OF SUBSECTION (B) OR (C) OF THIS SECTION.

6.5-306.

(A) BEFORE A PUBLIC OR NONPROFIT CHARITABLE ENTITY OR TRUST MAY RECEIVE A DISTRIBUTION OF PUBLIC OR CHARITABLE ASSETS IN ACCORDANCE WITH AN AGREEMENT, CONTRACT, OR TRANSACTION APPROVED BY THE REGULATING ENTITY UNDER THIS SUBTITLE, IT SHALL HAVE MECHANISMS PROCEDURES MECHANISMS IN PLACE TO:

(1) AVOID CONFLICTS OF INTEREST; AND

(2) PROHIBIT THE MAKING OF GRANTS THAT WOULD BENEFIT:

(I) THE PUBLIC OR NONPROFIT CHARITABLE ENTITY'S OR TRUST'S BOARD OF DIRECTORS;

(II) THE PUBLIC OR NONPROFIT CHARITABLE ENTITY'S OR TRUST'S MANAGEMENT;

(III) THE FOR-PROFIT STOCK ENTITY; OR

(IV) A MUTUAL ENTITY.

(B) A PUBLIC OR NONPROFIT CHARITABLE ENTITY OR TRUST THAT RECEIVES A DISTRIBUTION OF PUBLIC OR CHARITABLE ASSETS SHALL SUBMIT AN ANNUAL