

## RÉSUMÉ DIGEST

**ACT 97 (HB 551)**

**2018 Regular Session**

**Huval**

Prior law established the La. Life and Health Insurance Guaranty Association.

New law retains prior law and adds health maintenance organizations as member insurers of the association and updates terminology accordingly.

Existing law provides for assessments on member insurers of the association.

New law adds an assessment relative to long-term care policies and contracts.

Existing law provides for the powers and duties of the association.

New law adds an authorization for the reissuance of policies or contracts by the association.

Existing law establishes the powers and duties of the commissioner of insurance.

New law requires the liquidation or windup of the affairs of a health maintenance organization to be governed by the provisions of the Louisiana Insurance Code relative to the rehabilitation, liquidation, and conservation of insurers.

Prior law authorized the board of directors, upon majority vote, to request that the commissioner of insurance order an examination of any member insurer which the board in good faith believed may be an impaired or insolvent insurer.

New law repeals prior law.

Prior law required the board of directors, at the conclusion of any insurer insolvency in which the association was obligated to pay covered claims, to prepare a report to the commissioner containing information it had in its possession relative to the history and causes of the insolvency.

New law repeals prior law.

Effective August 1, 2018.

(Amends R.S. 22:2082, 2083(A)(1), (2)(intro. para.) and (b), and (5), (B)(1) and (2)(intro. para.), (a), (h)(intro. para.), (ii), and (iii), and (i), and (C)(1), 2084(5), (6), (7), (8)(intro. para.), (11.1), and (12), 2085(A)(intro. para.) and (4) and (B), 2086(A)(intro. para.), (1), and (7), 2087(A)(intro. para.) and (1), (B)(intro. para.) and (1), (C), (F), (L), (M)(1), (4), and (5), (N), and (Q)(intro. para.), 2088(C), (E)(1)(a) and (b), (F) through (H), and (I)(5), 2090(A)(intro. para.) and (2), (B), (C), and (D), 2091(A)(intro. para.), (1)(a)(iii) and (b), and (3), (B), and (C), 2093(C), (D), and (E)(1) - (3), 2098(A), (B), and (C)(intro. para.) and (2), and 2099; Adds R.S. 22:254(H), 2083(B)(3) and (F), and 2085(C)(3)(h); Repeals R.S. 22:2084(8)(a) and 2091(E) and (G))