# 2016 Regular Session SENATE BILL NO. 199 BY SENATOR GATTI

1	AN ACT
2	To enact R.S. 22:76 and 264.1, relative to the mergers of domestic insurers and health
3	maintenance organizations; to provide for approval by the commissioner of insurance
4	prior to the merger of a domestic insurer or health maintenance organization with
5	any other person; to provide for the written request for approval; and to provide for
6	related matters.
7	Be it enacted by the Legislature of Louisiana:
8	Section 1. R.S. 22:76 and 264.1 are hereby enacted to read as follows:
9	§76. Prior approval required for merger of domestic insurer
10	No domestic insurer shall merge with another person without the prior
11	approval of the commissioner, who may grant such approval upon written
12	request of a domestic insurer. The request shall include the articles or plan of
13	merger, a pro-forma consolidated financial statement for the merging entities,
14	and other information as the commissioner may require to determine that the
15	merger is not detrimental to the policyholders or to the financial solvency of the
16	insurer. If the merger may result in a change of control of a domestic insurer,
17	the requirements of this Section may be consolidated with those of R.S.
18	<u>22:691.4.</u>
19	* * *
20	§264.1. Prior approval required for merger of domestic health maintenance
21	organization
22	No domestic health maintenance organization shall merge with another
23	person without the prior approval of the commissioner, who may grant such
24	approval upon written request of a domestic health maintenance organization.
25	The request shall include the articles or plan of merger, a pro-forma

Page 1 of 2 Coding: Words which are <del>struck through</del> are deletions from existing law; words in **boldface type and underscored** are additions.

#### **SB NO. 199**

### **ENROLLED**

3       not detrimental to the enrollees or to the financial solvency of the health         4       maintenance organization. If the merger may result in a change of control of a	1	consolidated financial statement for the merging entities, and such other
<ul> <li>maintenance organization. If the merger may result in a change of control of a</li> <li>domestic health maintenance organization, the requirements of this Section may</li> <li>be consolidated with those of R.S. 22:691.4.</li> </ul>	2	information as the commissioner may require to determine that the merger is
5       domestic health maintenance organization, the requirements of this Section may         6       be consolidated with those of R.S. 22:691.4.	3	not detrimental to the enrollees or to the financial solvency of the health
6 be consolidated with those of R.S. 22:691.4.	4	maintenance organization. If the merger may result in a change of control of a
	5	domestic health maintenance organization, the requirements of this Section may
7 * * *	6	be consolidated with those of R.S. 22:691.4.
	7	* * *

## PRESIDENT OF THE SENATE

## SPEAKER OF THE HOUSE OF REPRESENTATIVES

## GOVERNOR OF THE STATE OF LOUISIANA

APPROVED: \_\_\_\_\_