

Regular Session, 2012

ACT No. 54

HOUSE BILL NO. 150

BY REPRESENTATIVE RITCHIE

AN ACT

To amend and reenact R.S. 22:254(C), relative to health maintenance organizations; to clarify the minimum required capital and surplus for each such entity; and to provide for related matters.

Be it enacted by the Legislature of Louisiana:

Section 1. R.S. 22:254(C) is hereby amended and reenacted to read as follows:

§254. Protection against insolvency

* * *

C. Each health maintenance organization shall establish prior to the issuance of any certificate of authority, and shall maintain as long as it does business in Louisiana as a health maintenance organization, ~~the following~~ capital and surplus ~~requirements: in the amount of three million dollars.~~

~~(1) For each health maintenance organization which, by July 1, 1995, has not filed its application for a certificate of authority with the commissioner as required by law, a minimum of the greater of three million dollars or the amounts required by Subpart D of Part III of this Chapter, R.S. 22:631 et seq. The million dollar deposit required pursuant to Subsection A of this Section shall apply as a part of this minimum requirement.~~

~~(2) For each health maintenance organization which, by July 1, 1995, has filed its application for a certificate of authority with the commissioner as required by law, the minimum capital and surplus shall be:~~

~~(i) Eight hundred thousand dollars by July 1, 1996.~~

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(ii) ~~One million five hundred thousand dollars by July 1, 1997.~~
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(iii) ~~Two million dollars by July 1, 1998.~~
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SPEAKER OF THE HOUSE OF REPRESENTATIVES

PRESIDENT OF THE SENATE

GOVERNOR OF THE STATE OF LOUISIANA

APPROVED: _____