

(1986 Replacement Volume and 1987 Supplement)

BY adding to

Article 48A - Insurance Code  
Section 356AA and 490J  
Annotated Code of Maryland  
(1986 Replacement Volume and 1987 Supplement)

BY repealing and reenacting, with amendments,

Article - Health - General  
Section 19-706, 19-708, 19-709, 19-710, 19-711, and 19-714  
Annotated Code of Maryland  
(1987 Replacement Volume)

BY adding to

Article - Health - General ,  
Section 19-711.1  
Annotated Code of Maryland  
(1987 Replacement Volume)

BY repealing

Section 3  
Chapter 555 of the Acts of the General Assembly of 1984

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:

Chapter 555 of the Acts of 1984

[SECTION 3. AND BE IT FURTHER ENACTED, That any health maintenance organization certified by the Insurance Commissioner prior to the effective date of this Act shall maintain stock or surplus as follows: effective July 1, 1984 in an amount that is the greater of \$100,000 or 1% of the earned subscription charges for the preceding 12 months; effective July 1, 1985 in an amount that is equal to the greater of \$100,000 or 3% of the earned subscription charges for the preceding 12 months. No Health Maintenance Organization shall be required to maintain stock or surplus in excess of a value of \$1,000,000. The Commissioner may waive the stock or surplus requirements contained in this section if the Commissioner is satisfied the health maintenance organization meets one of the criteria under Section 19-710(d)(3) of this Act.]