

Department of Legislative Services
Maryland General Assembly
2001 Session

FISCAL NOTE
Revised

Senate Bill 865 (Senator Teitelbaum)

Finance

Economic Matters

Dental Plan Organizations - Solvency Requirements

This bill exempts certain dental plan organizations (DPOs) from the current law provision requiring a DPO to have and maintain a surplus equal to the greater of \$50,000 or 2% of the DPO's annual gross premium income. A DPO is exempt if it: (1) did not have any enrollees as of January 1, 2000; (2) held a certificate of authority as of January 1, 2000; (3) maintains a current certificate of authority; and (4) complies with all applicable laws and regulations.

Fiscal Summary

State Effect: The bill would not substantively change State activities or operations.

Local Effect: None.

Small Business Effect: None.

Analysis

Current Law: A DPO, regardless of the number of enrollees, must maintain a surplus equal to the greater of \$50,000 or 2% of the DPO's annual gross premium income.

Additional Information

Prior Introductions: None.

Cross File: None.

Information Source(s): Maryland Insurance Administration, Department of Legislative Services

Fiscal Note History: First Reader – March 19, 2001
jm/cer Revised – Senate Third Reader – March 30, 2001

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