

SENATE BILL 769

C3

9lr2807
CF 9lr3135

By: Senator Astle

Introduced and read first time: February 6, 2009

Assigned to: Finance

A BILL ENTITLED

1 AN ACT concerning

2 **Health Insurance – Transactions Within Insurance Holding Company**
3 **Systems – Exemption**

4 FOR the purpose of exempting nonprofit health service plans that insure fewer than a
5 certain number of lives from certain provisions of law governing transactions
6 within insurance holding company systems; and generally relating to insurance
7 holding company systems.

8 BY repealing and reenacting, with amendments,
9 Article – Insurance
10 Section 7–701
11 Annotated Code of Maryland
12 (2003 Replacement Volume and 2008 Supplement)

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

15 **Article – Insurance**

16 7–701.

17 (a) (1) [This] EXCEPT AS PROVIDED IN PARAGRAPH (2) OF THIS
18 SUBSECTION, THIS subtitle applies to insurers that are subject to registration under
19 Subtitle 6 of this title.

20 (2) THIS SUBTITLE DOES NOT APPLY TO A NONPROFIT HEALTH
21 SERVICE PLAN THAT INSURES FEWER THAN 10,000 LIVES.

22 (b) This subtitle does not authorize an insurer that is a member of an
23 insurance holding company system to enter into a transaction that otherwise would be

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



1 contrary to law for an insurer that is not a member of the same insurance holding
2 company system.

3 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
4 October 1, 2009.