## **HOUSE BILL 106**

J52lr1047 CF SB 173 (PRE-FILED) By: Delegate Cullison Requested: October 29, 2021 Introduced and read first time: January 12, 2022 Assigned to: Health and Government Operations Committee Report: Favorable with amendments House action: Adopted Read second time: February 15, 2022 CHAPTER AN ACT concerning Health Insurance - Nonprofit Health Service Plan - Board of Directors FOR the purpose of altering the required composition of the board of directors of a nonprofit health service plan; and generally relating to nonprofit health service plans. BY repealing and reenacting, without amendments, Article – Insurance Section 14–115(d)(1), (14), and (15) Annotated Code of Maryland (2017 Replacement Volume and 2021 Supplement) BY repealing and reenacting, with amendments, Article – Insurance Section 14–115(d)(2), (3), (4), and (13) Annotated Code of Maryland (2017 Replacement Volume and 2021 Supplement) SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows: Article - Insurance 14-115.

## EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

<u>Underlining</u> indicates amendments to bill.

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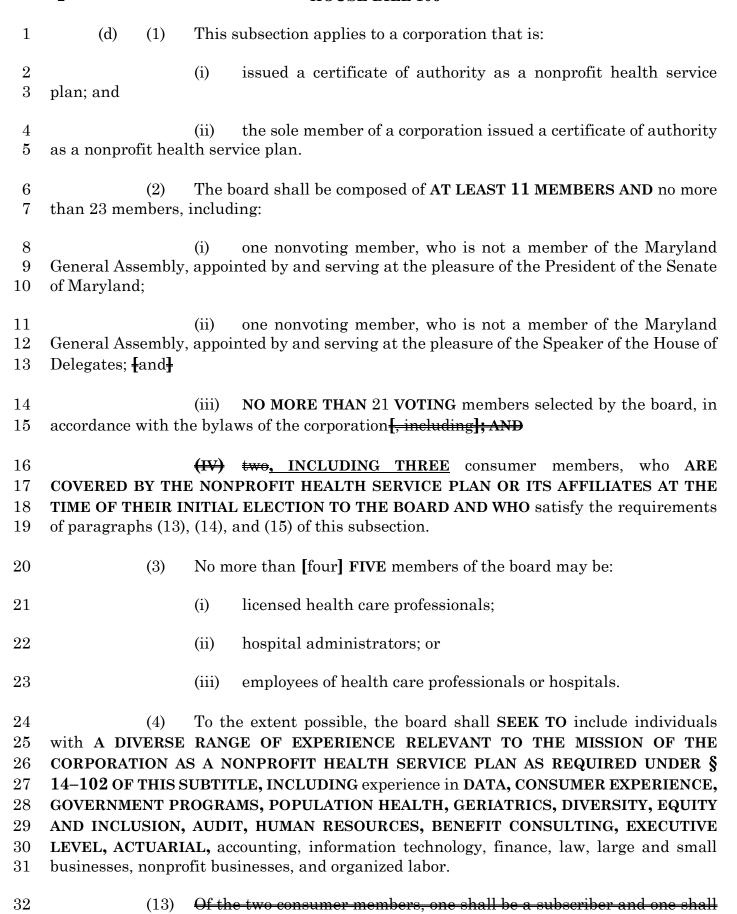
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Strike out indicates matter stricken from the bill by amendment or deleted from the law by amendment.



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be a certificate holder THE THREE CONSUMER MEMBERS SHALL BE EITHER

## SUBSCRIBERS OR CERTIFICATE HOLDERS of the nonprofit health service plan OR ITS AFFILIATES AT THE TIME OF THEIR INITIAL ELECTION TO THE BOARD.

3 Each consumer member of the board: (14)(i) shall be a member of the general public; 4 5 (ii) may not be considered an agent or employee of the State for any 6 purpose; and 7 is entitled to the same rights, powers, and privileges as the other (iii) members of the board. 8 9 A consumer member of the board may not: (15)10 (i) be a licensee of or otherwise be subject to regulation by the Commissioner: 11 12 be employed by or have a financial interest in: (ii) 13 1. a nonprofit health service plan or its affiliates or 14 subsidiaries; or 2. 15 a person regulated under this article or the Health -General Article; or 16 17 (iii) within 3 years before appointment, have been employed by, had 18 a financial interest in, or have received compensation from: 19 a nonprofit health service plan or its affiliates or 1. 20 subsidiaries; or 21 2. a person regulated under this article or the Health -22General Article.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July

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1, 2022.