

MAINE STATE LEGISLATURE

The following document is provided by the
LAW AND LEGISLATIVE DIGITAL LIBRARY
at the Maine State Law and Legislative Reference Library
<http://legislature.maine.gov/lawlib>



Reproduced from scanned originals with text recognition applied
(searchable text may contain some errors and/or omissions)



120th MAINE LEGISLATURE

FIRST REGULAR SESSION-2001

Legislative Document

No. 415

H.P. 325

House of Representatives, February 1, 2001

**An Act to Strengthen Health Maintenance Organization Insolvency
Requirements.**

Reference to the Committee on Banking and Insurance suggested and ordered printed.

Millicent M. MacFarland

MILLICENT M. MacFARLAND, Clerk

Presented by Representative O'NEIL of Saco.
Cosponsored by Senator DOUGLASS of Androscoggin and
Representatives: CANAVAN of Waterville, LaVERDIERE of Wilton, SULLIVAN of
Biddeford.

Be it enacted by the People of the State of Maine as follows:

2

Sec. 1. 24-A MRSA §4203, sub-§3, ¶R, as enacted by PL 1989, c. 842, §7, is amended to read:

4

6

R. A description of procedures to be implemented to meet the protection against insolvency requirements in section 4204, subsection 2-A, paragraph D and section 4204-A; and

8

Sec. 2. 24-A MRSA §4203, sub-§3, ¶S, as amended by PL 1997, c. 370, Pt. F, §1, is further amended to read:

12

14

16

18

20

S. A list of the names and addresses of all physicians and facilities with which the health maintenance organization has or will have agreements. If products are offered that pay full benefits only when providers within a subset of the contracted physicians or facilities are utilized, a list of the providers in that limited network must be included, as well as a list of the geographic areas where the products are offered; and

22

Sec. 3. 24-A MRSA §4203, sub-§3, ¶T is enacted to read:

24

26

T. Proof of insurance adequate to ensure payment for at least 120 days worth of managed care claims payments owed to participating providers in the event of insolvency.

28

SUMMARY

30

32

34

This bill requires that health maintenance organizations carry insurance adequate to ensure payment for at least 120 days worth of managed care claims payments owed to participating providers in the event of insolvency.