

**HOUSE SUMMARY OF SENATE AMENDMENTS****HB 551****2018 Regular Session****Huval**

INSURANCE: Provides relative to the Louisiana Life and Health Insurance Guaranty Association

**Synopsis of Senate Amendments**

1. Defines "impaired insurer".
2. Defines "insolvent insurer".
3. Removes the exemption for a managed care organization contracted with the state to provide Medicaid services.
4. Provides for prospective application of proposed law.
5. Provides for the liquidation or windup of the affairs of a health maintenance organization.
6. Makes technical changes.

**Digest of Bill as Finally Passed by Senate**

Present law establishes the La. Life and Health Insurance Guaranty Association.

Proposed law adds health maintenance organizations as member insurers of the association and updates terminology accordingly.

Present law provides for assessments on member insurers of the association.

Proposed law adds an assessment relative to long-term care policies and contracts.

Present law provides for the powers and duties of the association.

Proposed law adds an authorization for the reissuance of policies or contracts by the association.

Present law establishes the powers and duties of the commissioner of insurance.

Proposed law retains present law.

Proposed law requires the liquidation or windup of the affairs of a health maintenance organization to be governed by the provisions of the La. Insurance Code relative to the rehabilitation, liquidation, and conservation of insurers.

Present law authorizes the board of directors, upon majority vote, to request that the commissioner of insurance order an examination of any member insurer which the board in good faith believes may be an impaired or insolvent insurer.

Proposed law repeals present law.

Present law requires the board of directors, at the conclusion of any insurer insolvency in which the association was obligated to pay covered claims, to prepare a report to the commissioner containing information it may have in its possession relative to the history and causes of the insolvency.

Proposed law repeals present law.

(Amends R.S. 22:2082, 2083(A)(1), (2)(intro. para.) and (b), and (5), (B)(1) and (2)(intro. para.), (a), (h)(intro. para.), (ii), and (iii), and (i), and (C)(1), 2084(5), (6), (7), (8)(intro. para.), (11.1), and (12), 2085(A)(intro. para.) and (4) and (B), 2086(A)(intro. para.), (1), and (7), 2087(A)(intro. para.) and (1), (B)(intro. para.) and (1), (C), (F), (L), (M)(1), (4), and (5), (N), and (Q)(intro. para.), 2088(C), (E)(1)(a) and (b), (F) through (H), and (I)(5), 2090(A)(intro. para.) and (2), (B), (C), and (D), 2091(A)(intro. para.), (1)(a)(iii) and (b), and (3), (B), and (C), 2093(C), (D), and (E)(1) - (3), 2098(A), (B), and (C)(intro. para.) and (2), and 2099; Adds R.S. 22:254(H), 2083(B)(3) and (F), and 2085(C)(3)(h); Repeals R.S. 22:2084(8)(a) and 2091(E) and (G))