

Accompanying the twentieth recommendation of the Executive Office of Consumer Affairs and Business Regulation (House, No. 35). Insurance.

The Commonwealth of Massachusetts

In the Year One Thousand Nine Hundred and Eighty-Eight.

AN ACT RELATING TO HEALTH MAINTENANCE ORGANIZATIONS.

Be it enacted by the Senate and House of Representatives in General Court assembled, and by the authority of the same, as follows:

- 1 Chapter 176G of the General Laws is hereby amended by insert-
- 2 ing after section 17 the following section: —
- 3 Section 18. The commissioner may institute proceedings to
- 4 rehabilitate or liquidate a health maintenance organization in
- 5 accordance with sections 180A through 180L of chapter 175 of
- 6 the General Laws whenever he deems such proceedings necessary.
- 7 A health maintenance organization shall be deemed to be an insur-
- 8 ance company for the purposes of such proceedings, and members
- 9 shall have the same priority in the event of liquidation or rehabili-
- 10 tation as is provided to policyholders of insurance companies.

