

**Subject** Earnings of nonprofit health maintenance organizations

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## Overview

This bill prohibits an HMO from using its net earnings for any purpose other than providing comprehensive health care. Similar language existed in statute as part of chapter 62D, but was repealed in the 2017 legislative session.

## Summary

Section	Description
1	<p><b>Net Earnings.</b></p> <p>Requires a nonprofit health maintenance organization (HMO) to use their net earnings to provide comprehensive health care. Prohibits an HMO from paying net earnings to a person for any reason other than providing comprehensive health care – except that the HMO may provide certain payments to health care providers. Requires the commissioner of health to revoke an HMO’s certificate of authority if it violates this subdivision.</p> <p>Effective date. This section is effective the day following final enactment.</p>