

ASSEMBLY BILL

No. 2753

Introduced by Assembly Member Aanestad

February 25, 2002

An act to amend Section 1349 of the Health and Safety Code, relating to health care.

LEGISLATIVE COUNSEL'S DIGEST

AB 2753, as introduced, Aanestad. Health care service plans.

Existing law, the Knox-Keene Health Care Service Plan Act of 1975, provides for the regulation of health care service plans by the Department of Managed Health Care. Existing law prohibits a person from engaging in the business of a health care service plan unless the person has been licensed by the director or is exempt from licensing requirements.

This bill would make a nonsubstantive change to this provision.

Vote: majority. Appropriation: no. Fiscal committee: no. State-mandated local program: no.

The people of the State of California do enact as follows:

1 SECTION 1. Section 1349 of the Health and Safety Code is
2 amended to read:
3 1349. It is unlawful for any person to engage in business as a
4 plan in this state or to receive advance or periodic consideration in
5 connection with a plan from or on behalf of persons in this state
6 unless ~~such~~ *the* person has first secured from the director a license,
7 then in effect, as a plan or unless ~~such~~ *the* person is exempted by
8 the provisions of Section 1343 or a rule adopted thereunder. A

1 person licensed pursuant to this chapter need not be licensed
2 pursuant to the Insurance Code to operate a health care service plan
3 or specialized health care service plan unless the plan is operated
4 by an insurer, in which case the insurer shall also be licensed by
5 the Insurance Commissioner.

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