

The Task Force was given a charge to review the Prepaid Limited Health Service Organization Model Act (Model #68) and to take into account the new Medicare Prescription Drug, Improvement and Modernization Act (PDM) for the federal Medicare Prescription Drug, Improvement and Modernization Act (PDM) PDPs. The Task Force was given this charge because states with laws that consider using its structure to license PDPs. Model #68, however, had not been adopted in 1989; it also did not reflect the Centers for Medicare and Medicaid requirements for PDPs. Revisions were made to update the model in two ways: first, to specifically reference Medicare Prescription Drug Plans (PDPs), so states could use this model as a vehicle for regulating Medicare PDPs. Second, the model was amended to require prepaid limited health service organizations to maintain a minimum net worth of the greater of \$100,000 or the amount necessary as required under the Prepaid Limited Health Service Organizations Model Act.

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Wisconsin, Chair	Montana
Maine	Nebraska
Arkansas	Nevada
California	New Hampshire
Colorado	Ohio
Delaware	Oregon
Florida	Rhode Island
District of Columbia	South Dakota
Idaho	Tennessee
Kansas	Utah
Kentucky	Vermont
Missouri	Virginia

Charge given in 2006:

Review the Limited Prepaid Health Service Organization Model Act and determine whether it should be amended, particularly taking into account the new Medicare prescription drug plans. If appropriate, recommend revisions to the model.

_____ – A draft dated Dec. 10, 2006 was distributed at the Regulatory Framework Task Force meeting. The working group request comments on the draft by January 31, 2007.

