

103<sup>D</sup> CONGRESS  
1<sup>ST</sup> SESSION

# H. R. 2716

To amend the charter of the Group Hospitalization and Medical Services, Inc., to remove the partial exemption granted to the corporation from the insurance laws and regulations of the District of Columbia.

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## IN THE HOUSE OF REPRESENTATIVES

JULY 22, 1993

Mr. STARK (for himself and Mr. McDERMOTT) introduced the following bill;  
which was referred to the Committee on the District of Columbia

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## A BILL

To amend the charter of the Group Hospitalization and Medical Services, Inc., to remove the partial exemption granted to the corporation from the insurance laws and regulations of the District of Columbia.

1       *Be it enacted by the Senate and House of Representa-*  
2       *tives of the United States of America in Congress assembled,*

3       **SECTION 1. LEGAL DOMICILE.**

4       The first section of the Act entitled “An Act provid-  
5       ing for the incorporation of certain persons as Group Hos-  
6       pitalization, Inc.”, approved August 11, 1939 (hereafter  
7       referred to as “the Act”), is amended by adding at the

1 end the following: “The District of Columbia shall be the  
2 legal domicile of the corporation.”.

3 **SEC. 2. REGULATORY AUTHORITY.**

4 (a) IN GENERAL.—Section 5 of the Act is amended  
5 to read as follows:

6 “SEC. 5. The corporation shall be licensed and regu-  
7 lated by the District of Columbia in accordance with the  
8 laws and regulations of the District of Columbia.”.

9 (b) REPEAL.—The Act is amended by striking section  
10 7.

11 **SEC. 3. REIMBURSEMENT OF REGULATORY COSTS BY THE**  
12 **CORPORATION.**

13 The Act (as amended by section 2 of this Act) is  
14 amended by inserting after section 6 the following new  
15 section:

16 “SEC. 7. The corporation shall reimburse the District  
17 of Columbia for the costs of insurance regulation (includ-  
18 ing financial and market conduct examinations) of the cor-  
19 poration and its affiliates and subsidiaries by the District  
20 of Columbia.”.

21 **SEC. 4. EFFECTIVE DATE.**

22 The amendments made by this Act shall take effect  
23 October 1, 1993.

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