

HMO Industry in Wisconsin

- Twenty-two HMOs
 - Eight non-profits, three of which are cooperatives
 - Fourteen for profit stock corporations
- \$2.9 billion in premium for 1999
 - 58.6% of the total group health business in Wisconsin
- Over 1.6 million enrollees

- Financial Requirements
 - \$1.125 start-up capital
 - Ongoing requirements of the greater of \$750,000 or the sum of a) 3% of HMO premium and b) 10% of point-of-service premium
 - Deposit with the State Treasurer of 1% of premium

Regulating Insurers

- Financial Reporting
 - Quarterly statements
 - Annual statements
 - CPA Audit reports
- Holding Company Regulations
 - Annual Registration
 - Advance reporting of material transactions
- Business Plan Requirements
 - Provider contracts
 - Administrative service agreements
 - Financial projections
 - Service area
 - Products offered
 - Financial guarantees, if any