



HAWAII HEALTH SYSTEMS
C O R P O R A T I O N

"Touching Lives Every Day"

COMPLIANCE ALERT 10-32

FTC Announces Another Delay in Enforcement of the Red Flags Rule

The Federal Trade Commission (FTC) announced today (May 28, 2010) that they would be delaying the enforcement of the "Red Flags" Rule through December 31, 2010. Members of Congress have asked for the delay so that they consider revisions to the scope of entities covered under the rule. In the past, for instances, physicians and hospitals have argued that they should not be considered "creditors" or "financial institutions." Under the current rule, physicians and hospitals typically are covered by the "Red Flags" rule as it stands now.

HHSC has a Corporate Policy to comply with the previous June 1, 2010 deadlines but we will continue to monitor for any future changes.