

BY: Environmental Matters Committee

AMENDMENTS TO HOUSE BILL NO. 514

(First Reading File Bill)

AMENDMENT NO. 1

On page 1, strike beginning with “for” in line 4 down through “circumstances” in line 10 and substitute “to complete its study of the feasibility and appropriateness of modifying its Medicaid Managed Care Program capitation rate methodology to ensure that costs for graduate medical education are reimbursed appropriately among certain managed care organizations by a certain date, to conduct the study in consultation with certain persons, to report to certain committees of the General Assembly by a certain date, and to adopt certain regulations and implement a certain methodology by certain dates, contingent on certain circumstances; and generally relating to the Medicaid Managed Care Program, graduate medical education, and a certain study”; and strike in their entirety lines 11 through 30, inclusive.

AMENDMENT NO. 2

On page 2, strike in their entirety lines 1 through 20, inclusive, and substitute:

“SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That, notwithstanding any other provision of law, the Department of Health and Mental Hygiene shall:

(1) Complete its study of the feasibility and appropriateness of modifying its Medicaid Managed Care Program capitation rate methodology to ensure that costs for graduate medical education (GME) are reimbursed appropriately among the managed care organizations serving the Medicaid population by June 1, 1997, and report to the Senate Finance Committee, the Senate Budget and Taxation Committee, the House Environmental Matters Committee, the House Committee on Appropriations, and the Joint Committee on Administrative, Executive, and Legislative Review by September 1, 1997;

(2) Conduct the study in consultation with the Health Services Cost Review

(Over)

Commission (HSCRC) and a 7-member Advisory Committee appointed by the Secretary of Health and Mental Hygiene; and

(3) Contingent on approval from the federal Health Care Financing Administration, no loss of federal matching funds, and approval by the Joint Committee on Administrative, Executive, and Legislative Review (AELR), adopt regulations by April 1998 to implement a budget-neutral methodology to ensure that a portion of the appropriation that will be based on financing the GME component of the capitated payments for Fiscal Year 1999 is used only to pay the fair and reasonable costs of GME as quantified by the HSCRC in the approved HSCRC rates, and implement the methodology by July 1, 1998.”;

and in line 21, strike “3.” and substitute “2”.