

BY: Finance Committee

AMENDMENTS TO SENATE BILL NO. 759

(First Reading File Bill)

AMENDMENT NO. 1

On page 1, in line 9, after “recipients” insert “; providing for the reduction and termination of the supplemental payment; requiring the Department to conduct a review of payments to the centers from managed care organizations and, under certain circumstances, to set aside a certain amount from the capitation payment to the managed care organizations; requiring a certain report; and providing for the termination of this Act”.

AMENDMENT NO. 2

On page 1, after line 27 insert:

“(3) (I) AT THE REQUEST OF A FEDERALLY QUALIFIED HEALTH CENTER, THE DEPARTMENT SHALL REVIEW THE PAYMENTS MADE TO THE CENTER BY A MEDICAID MANAGED CARE ORGANIZATION THAT HAS A CONTRACTUAL ARRANGEMENT WITH THE CENTER TO DETERMINE THE DIFFERENCE BETWEEN THE PAYMENTS MADE TO THE CENTER AND THE REASONABLE COST TO THE CENTER IN PROVIDING SERVICES TO ENROLLEES OF THE MANAGED CARE ORGANIZATION.

(II) IF A MANAGED CARE ORGANIZATION PAYMENT TO A CENTER IS LESS THAN THE CENTER’S REASONABLE COST, THE DEPARTMENT SHALL SET ASIDE A PORTION OF THE CAPITATION PAYMENT TO THE MANAGED CARE ORGANIZATION FOR A SUPPLEMENTAL PAYMENT TO THE CENTER, IN ACCORDANCE WITH THE PROVISIONS OF PARAGRAPHS (1) AND (2) OF THIS SUBSECTION.”.

AMENDMENT NO. 3

On page 2, in line 1, strike “(3)” and substitute “(4)”; and after line 6 insert:

“(5) PAYMENTS UNDER THIS SUBSECTION SHALL BE REDUCED EACH

(Over)

YEAR AND SHALL END IN FISCAL YEAR 2004.”.

AMENDMENT NO. 4

On page 2, before line 7 insert:

“SECTION 2. AND BE IT FURTHER ENACTED, That the Department of Health and Mental Hygiene shall report to the Senate Finance Committee and the House Environmental Matters Committee on the implementation of this Act on or before September 1, 1998.”;

in line 7, strike “2.” and substitute “3.”; and in line 8, after the period insert “It shall remain effective for a period of 6 years and, at the end of June 30, 2004, with no further action required by the General Assembly, this Act shall be abrogated and of no further force and effect.”.