
By: **Delegate Hurson**

Introduced and read first time: February 8, 1999

Assigned to: Economic Matters

A BILL ENTITLED

1 AN ACT concerning

2 **Maryland Medical Assistance Program - Stop Loss Reinsurance**

3 FOR the purpose of authorizing a managed care organization to elect to self-insure or
4 contract with another entity to meet the stop loss reinsurance requirements of
5 the Maryland Medical Assistance Program; requiring the Department of Health
6 and Mental Hygiene, in consultation with the Maryland Insurance
7 Administration, to contract with another entity to administer a stop loss
8 reinsurance program for managed care organizations that do not elect to
9 self-insure or contract with another entity to meet the stop loss reinsurance
10 requirements of the Program; and generally relating to medical assistance and
11 managed care organizations.

12 BY adding to

13 Article - Health - General

14 Section 15-103(b)(28)

15 Annotated Code of Maryland

16 (1994 Replacement Volume and 1998 Supplement)

17 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF
18 MARYLAND, That the Laws of Maryland read as follows:

19 **Article - Health - General**

20 15-103.

21 (b) (28) (I) A MANAGED CARE ORGANIZATION MAY ELECT TO SELF-INSURE
22 OR CONTRACT WITH ANOTHER ENTITY TO MEET THE STOP LOSS REINSURANCE
23 REQUIREMENTS OF THE PROGRAM.

24 (II) THE DEPARTMENT, IN CONSULTATION WITH THE MARYLAND
25 INSURANCE ADMINISTRATION, SHALL CONTRACT WITH ANOTHER ENTITY TO
26 ADMINISTER A STOP LOSS REINSURANCE PROGRAM FOR MANAGED CARE
27 ORGANIZATIONS THAT DO NOT ELECT TO SELF-INSURE OR CONTRACT WITH
28 ANOTHER ENTITY TO MEET THE STOP LOSS REINSURANCE REQUIREMENTS OF THE
29 PROGRAM.

1 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
2 October 1, 1999.