BY: Finance Committee

AMENDMENTS TO SENATE BILL NO. 359 (First Reading File Bill)

AMENDMENT NO. 1

On page 2, in line 20, after "PROGRAM;" insert "AND".

AMENDMENT NO. 2

On page 2, in line 34, after "PROVIDERS" insert "<u>WITHIN THE SAME MANAGED CARE</u> <u>ORGANIZATION</u>".

AMENDMENT NO. 3

On page 3, strike in their entirety lines 3 through 7, inclusive, and substitute:

"(4) IN ACCORDANCE WITH THE FEDERAL HEALTH CARE FINANCING ADMINISTRATION'S GUIDELINES, A PROGRAM RECIPIENT MAY ELECT TO DISENROLL FROM A MANAGED CARE ORGANIZATION IF THE MANAGED CARE ORGANIZATION TERMINATES ITS CONTRACT WITH THE DEPARTMENT OR IS ACQUIRED BY ANOTHER ENTITY.".

AMENDMENT NO. 4

On page 3, in line 16, after "CARE" insert "<u>OR THE PROVIDER'S FAILURE TO COMPLY</u> <u>WITH CONTRACTUAL REQUIREMENTS RELATED TO QUALITY</u> ASSURANCE <u>ACTIVITIES</u>"; in line 17, after "2." insert "<u>A.</u>"; in line 18, strike "PROPOSES TO REDUCE" and substitute "<u>REDUCES</u>"; in line 19, strike "COMPENSATION RATE" and substitute "<u>CAPITATED</u> <u>OR APPLICABLE FEE FOR SERVICES RATES;</u>

B. THE REDUCTION IN RATES IS GREATER THAN THE ACTUAL CHANGE IN RATES OR CAPITATION PAID TO THE MANAGED CARE ORGANIZATION BY THE DEPARTMENT;";

and in the same line, after the first "AND" insert "C.".