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# By: Senators Miller, Bromwell, and Van Hollen <u>and the President</u> (Administration)

Introduced and read first time: February 24, 2000 Assigned to: Rules Re-referred to: Finance, February 25, 2000

Committee Report: Favorable with amendments Senate action: Adopted Read second time: March 27, 2000

CHAPTER\_\_\_\_\_

1 AN ACT concerning

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## **Children and Families Health Care Program**

3 FOR the purpose of altering a certain eligibility requirement for certain individuals to

- 4 participate in the Children and Families Health Care Program; repealing the
- 5 requirement that certain individuals pay a certain annual family contribution
- 6 amount to participate in the Program; and generally relating to the Children
- 7 and Families Health Care Program.

8 BY repealing and reenacting, with amendments,

- 9 Article Health General
- 10 Section 15-301
- 11 Annotated Code of Maryland
- 12 (1994 Replacement Volume and 1999 Supplement)

### 13 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF

14 MARYLAND, That the Laws of Maryland read as follows:

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### Article - Health - General

16 15-301.

- 17 (a) In this section, "carrier" means:
- 18 (1) An insurer;
- 19 (2) A nonprofit service plan;

### **SENATE BILL 863** (3) A health maintenance organization; or (4) Any other person that provides health benefit plans subject to 3 regulation by the State. There is a Children and Families Health Care Program. The Children and Families Health Care Program shall provide, subject to 6 the limitations of the State budget and any other requirements imposed by the State 7 and as permitted by federal law or waiver, comprehensive medical care and other 8 health care services to an individual who has a family income at or below [200] 300 250 percent of the federal poverty level and who is under the age of 19 years. The Children and Families Health Care Program shall be administered 11 through the program under Subtitle 1 of this title requiring individuals to enroll in 12 managed care organizations. In this subsection, "family contribution" means the portion of the (1)14 premium cost paid by an eligible individual to enroll and participate in the Children 15 and Families Health Care Program. On or before July 1, 2000 and in addition to any other requirements (2)17 of this subtitle, as a requirement to enroll and maintain participation in the Children 18 and Families Health Care Program, an individual's parent or guardian shall agree to pay an annual family contribution amount determined by the Department in 20 accordance with paragraph (3) of this subsection. For eligible individuals whose family income is at or above 185 (3)(i) 22 percent of the federal poverty level, the Department shall develop an annual family 23 contribution amount payment system such that the cost of the family contribution is 24 at least 1 percent of the annual family income but does not exceed 2 percent of the 25 annual family income.

26 The Department shall determine by regulation the schedules (ii) 27 and the method of collection for the family contribution amount under subparagraph 28 (i) of this paragraph.

29 Before collecting a family contribution from any individual, the (iii) 30 Department shall provide the individual with notice of the requirements of the family 31 contribution amount and the options available to the individual to make premium 32 payments.]

SECTION 2. AND BE IT FURTHER ENACTED. That this Act shall take effect 33 34 June 1. 2000.

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SENATE BILL 863