BY: Environmental Matters Committee

AMENDMENTS TO HOUSE BILL NO. 1071 (First Reading File Bill)

AMENDMENT NO. 1

On page 1, in line 2, before "Medical" insert "<u>Maryland</u>"; in the same line, after "Assistance" insert "<u>Program</u>"; in the same line, after "and" insert "<u>Maryland</u>"; in the same line, strike "Programs" and substitute "<u>Program</u>"; strike beginning with "providing" in line 4 down through "Programs;" in line 6; strike beginning with "adopt" in line 6 down through "codes" in line 11 and substitute "<u>establish a certain process to annually set fee-for-service reimbursement rates for certain programs in a manner that ensures participation of providers, taking certain systems into consideration; requiring the Department to submit a certain report to the Governor and to certain standing committees of the General Assembly in a certain manner by a certain date"; in line 12, after "the" insert "<u>Maryland</u>"; in the same line, after "Assistance" insert "<u>Program</u>"; in the same line, after "and"</u>

AMENDMENT NO. 2

On pages 1 through 4, strike in their entirety the lines beginning with line 14 on page 1 through line 23 on page 4, inclusive.

AMENDMENT NO. 3

On page 4, after line 23, insert:

"<u>SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,</u> <u>That:</u>

(a) <u>The Department of Health and Mental Hygiene shall:</u>

(1) establish a process to annually set the fee-for-service reimbursement rates for the Maryland Medical Assistance Program and the Maryland Children's Health Program in a manner that ensures participation of providers; and

(Over)

(2) in developing the process required under item (1) of this subsection, consider:

(i) <u>a reimbursement system that reflects reimbursement fee-for-service</u> rates paid in the community as well as annual medical inflation; or

(ii) the Resource Based Relative Value Scale system used in the federal Medicare program.

(b) On or before September 1, 2001, the Department shall submit a report to the Governor and, in accordance with § 2-1246 of the State Government Article, to the Senate Finance Committee, the Senate Budget and Taxation Committee, the House Environmental Matters Committee, and the House Appropriations Committee on:

(1) its progress in complying with subsection (a) of this section;

(2) an analysis of the fee-for-service reimbursement rates paid in other states and how those rates compare with those in Maryland;

(3) its schedule for bringing Maryland's fee-for-service reimbursement rates to a level that assures that all health care providers are reimbursed adequately to provide access to care; and

(4) an analysis on the estimated costs of implementing the schedule and any proposed changes to the fee-for-service reimbursement rates for the Maryland Medical Assistance Program and the Maryland Children's Health Program.".