#### BY: Finance Committee

### AMENDMENTS TO SENATE BILL NO. 568 (First Reading File Bill)

#### AMENDMENT NO. 1

On page 1, in line 3, strike "Adults" and substitute "<u>Employees</u>"; in line 4, after "contract" insert "<u>with an entity</u>"; in line 5, strike "offer" and substitute "<u>make available</u>"; in the same line, after "through" insert "<u>a</u>"; in the same line, strike "projects" and substitute "<u>project</u>"; in the same line, strike "employer-based health insurance to" and substitute "<u>health insurance through employers for</u>"; in line 6, strike "adults" and substitute "<u>employees</u>"; in line 10, after "Act;" insert "<u>requiring the Foundation to include in the demonstration project a voluntary hospital component for certain purposes; limiting the type of entity that the Foundation may contract with to implement the demonstration project."; strike beginning with "review" in line 11 down through "laws" in line 13 and substitute "<u>provide the Foundation with certain information</u>"; in line 14, after "Assembly" insert "<u>on the scope and status of the demonstration project, including a certain evaluation</u>"; and in line 16, strike "adults" and substitute "<u>employees</u>".</u>

#### AMENDMENT NO. 2

On page 3, in line 6, after "(C)" insert "(<u>1</u>)"; in the same line, strike "THROUGH DEMONSTRATION PROJECTS," and substitute "<u>SUBJECT TO PARAGRAPH (2) OF THIS</u> <u>SUBSECTION</u>,"; in the same line, after "MAY" insert "<u>, THROUGH A DEMONSTRATION</u> <u>PROJECT</u>,"; in line 7, strike "TO OFFER EMPLOYER-BASED HEALTH INSURANCE TO" and substitute "<u>WITH AN ENTITY TO MAKE HEALTH INSURANCE AVAILABLE THROUGH</u> <u>EMPLOYERS FOR</u>"; in line 8, strike "ADULTS." and substitute "<u>EMPLOYEES.</u>

# (2) UNDER THE DEMONSTRATION PROJECT AUTHORIZED UNDER PARAGRAPH (1) OF THIS SUBSECTION, THE FOUNDATION MAY CONTRACT ONLY WITH AN ENTITY THAT IS:

(I) <u>AUTHORIZED BY THE INSURANCE COMMISSIONER TO ACT</u> <u>AS AN INSURER, A HEALTH MAINTENANCE ORGANIZATION, OR A NONPROFIT</u>

(Over)

#### HEALTH SERVICE PLAN; AND

# (II) IN GOOD STANDING, AS DETERMINED BY THE INSURANCE COMMISSIONER.";

in line 10, after "(A)" insert "<u>SUBJECT TO SUBSECTION (B) OF THIS SECTION</u>,"; in line 11, strike "TO PROVIDE" and substitute "<u>WITH AN ENTITY TO MAKE AVAILABLE</u>"; in line 12, strike "EMPLOYER-BASED"; in line 13, strike "COVERAGE TO ANY" and substitute "<u>THROUGH EMPLOYERS TO</u>"; in the same line, strike "ADULT" and substitute "<u>EMPLOYEES</u>"; in line 14, strike "HAS" and substitute "<u>HAVE</u>"; in line 16, strike "IS" and substitute "<u>ARE</u>"; in lines 17 and 18, in each instance, strike "WHO" and substitute "<u>THAT</u>"; after line 21, insert:

# "(B) UNDER THE DEMONSTRATION PROJECT AUTHORIZED UNDER SUBSECTION (A) OF THIS SECTION, THE FOUNDATION MAY CONTRACT ONLY WITH AN ENTITY THAT IS:

# (1) <u>AUTHORIZED BY THE INSURANCE COMMISSIONER TO ACT AS AN</u> INSURER, A HEALTH MAINTENANCE ORGANIZATION, OR A NONPROFIT HEALTH SERVICE PLAN; AND

(2) <u>IN GOOD STANDING, AS DETERMINED BY THE INSURANCE</u> <u>COMMISSIONER.</u>";

and in line 22, strike "(B)" and substitute "(C)".

#### AMENDMENT NO. 3

On page 3, strike beginning with the second "THE" in line 30 down through "GENERAL" in line 31 and substitute "<u>THIS</u>"; and after line 34, insert:

## "(D) <u>THE DEMONSTRATION PROJECT UNDER THIS SECTION SHALL INCLUDE</u> <u>A VOLUNTARY HOSPITAL COMPONENT TO ASSURE THE PROVISION OF ACUTE CARE</u> <u>SERVICES TO THE ENROLLEES IN THE COVERAGE OFFERED.</u>".

On page 4, in line 1, strike "(C)" and substitute "(E)".

#### AMENDMENT NO. 4

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On page 4, strike in their entirety lines 3 through 9, inclusive, and substitute:

## "(F) WITH RESPECT TO THE ENTITY RESPONSIBLE FOR PROVIDING BENEFITS UNDER THE DEMONSTRATION PROJECT, THE MARYLAND INSURANCE ADMINISTRATION SHALL PROVIDE TO THE FOUNDATION ANNUALLY:

(1) <u>A COPY OF THE ENTITY'S RISK-BASED CAPITAL LEVELS, AS</u> <u>REPORTED TO THE MARYLAND INSURANCE ADMINISTRATION UNDER TITLE 4,</u> <u>SUBTITLE 3 OF THE INSURANCE ARTICLE; AND</u>

# (2) IF APPLICABLE, A COPY OF ANY FINAL FINANCIAL EXAMINATION REPORT ON THE ENTITY PREPARED BY THE MARYLAND INSURANCE ADMINISTRATION IN THE PREVIOUS 12 MONTHS.";

and in line 10, strike "(E)" and substitute "(G) (1)".

#### AMENDMENT NO. 5

On page 4, after line 13, insert:

# "(2) <u>THE ANNUAL REPORT REQUIRED UNDER PARAGRAPH (1) OF THIS</u> <u>SUBSECTION SHALL INCLUDE AN EVALUATION OF THE IMPACT OF THE</u> <u>DEMONSTRATION PROJECT ON HOSPITAL INPATIENT COSTS AND UNCOMPENSATED</u> <u>CARE.</u>".

### AMENDMENT NO. 6

On page 4, in line 15, strike "42 months" and substitute "4 years and 6 months".