2002 Regular Session 2lr1850

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By: Delegate Hubbard

Introduced and read first time: February 8, 2002

Assigned to: Economic Matters

Committee Report: Favorable with amendments

House action: Adopted

Read second time: April 1, 2002

CHAPTER

1 AN ACT concerning

#### 2 **Health Insurance - Coverage Under Medical Support Notices**

- FOR the purpose of prohibiting certain entities from refusing to enroll a child because
- the child is receiving or is eligible to receive certain benefits; requiring certain 4
- 5 carriers, within a certain time after receipt of certain medical support notices, to
- make certain determinations about the medical support notice, make a 6
- determination about a child's eligibility for enrollment in a health insurance 7
- plan, enroll an eligible child, and send certain notices and information to certain 8
- 9 persons under certain circumstances; requiring certain carriers to enroll certain
- people without regard to certain enrollment restrictions under certain 10
- circumstances; providing that a certain notification requirement may be 11
- satisfied by notifying a child's custodial parent under certain circumstances; 12
- requiring an employer to send certain parts of a medical support notice to 13
- 14 certain insurers within a certain time period after receipt of a medical support
- 15 notice; requiring an employer to withhold certain amounts from an employee's
- 16 earnings and send the amounts deducted to a certain carrier at certain times
- under certain circumstances; authorizing and requiring a child support agency 17
- 18 to issue a medical support notice under certain circumstances; specifying the
- 19 format and contents of a medical support notice; establishing the priority of a
- medical support notice; requiring a medical support notice that is completed 20
- appropriately and satisfies certain conditions to be treated as, be enforceable in 21
- 22 the same manner as, and have the same force and effect as a qualified medical
- 23 child support order; requiring a medical support notice issued in another state to
- 24 be enforced in the same manner as a medical support notice issued in this State;
- 25 requiring a child support agency to send a completed medical support notice to
- the employer of a parent who has been ordered to provide health insurance 26
- coverage for a child under the medical support notice under certain 27
- 28 circumstances; requiring an employer to send certain parts of a medical support

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1	notice to certain persons under certain circumstances; requiring an employer to
2	withhold certain amounts from an employee's earnings and send the amounts
3	deducted to a certain carrier at certain times under certain circumstances;
4	requiring a certain carrier, within a certain time after the date of a certain
5	medical support notice, to make certain determinations about the medical
6	support notice, make a determination about a child's eligibility for enrollment in
7	a health insurance plan, enroll an eligible child, and send certain notices and
8	information to certain persons under certain circumstances; requiring a carrier
9	to enroll both an employee and a child in a health insurance plan under certain
10	circumstances; requiring a carrier to complete enrollment of an eligible child
11	without regard to certain restrictions; prohibiting a carrier from refusing to
12	enroll a child for certain reasons; requiring an employer to take certain actions
13	on receipt of a medical support notice; prohibiting an employer from using the
14	existence of a medical support notice as a basis for taking certain actions;
15	authorizing an employee to contest a withholding of the employee's earnings in
16	a certain manner under certain circumstances; defining certain terms; <u>altering</u>
17	a certain definition; and generally relating to health insurance coverage under
18	medical support notices.
19	BY renumbering
20	Article - Family Law
21	Section 12-102.1
22	<u>to be Section 12-102.2</u>
23	Annotated Code of Maryland
24	(1999 Replacement Volume and 2001 Supplement)
25	DV. P. I. S. M. I.
25	BY repealing and reenacting, with amendments,
26	Article - Health - General
27	Section 19-706(h)
28	Annotated Code of Maryland
29	(2000 Replacement Volume and 2001 Supplement)
30	BY repealing and reenacting, with amendments,
31	Article - Insurance
32	Section 15-405
33	Annotated Code of Maryland
34	(1997 Volume and 2001 Supplement)
<i>J</i> r	1777 Totalic and 2001 bupplement)
35	BY repealing and reenacting, with amendments,
36	Article - Family Law
37	Section 12-102

Annotated Code of Maryland
(1999 Replacement Volume and 2001 Supplement)

## 40 BY adding to

38 39

1	Article Insurance Section 15-4A-01 through 15-4A-04, inclusive, to be under the new subtitle								
2	"Subtitle 4A. Health Insurance Coverage Under Medical Support Notices"								
4	Annotated Code of Maryland								
5	(1997 Volume and 2001 Supplement)								
6	BY adding to								
7	Article Family Law								
8	Section 12 102(a)(4) and 12 102.2								
9	Annotated Code of Maryland								
10	(1999 Replacement Volume and 2001 Supplement)								
11	BY adding to								
12	Article - Family Law								
13	Section 12-102.1 and 12-102.3								
14	Annotated Code of Maryland								
15	(1999 Replacement Volume and 2001 Supplement)								
16	BY repealing and reenacting, with amendments,								
17	Article - Family Law								
18	·								
19	Annotated Code of Maryland								
20	(1999 Replacement Volume and 2001 Supplement)								
21	(As enacted by Section 1 of this Act)								
22	SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF								
23	MARYLAND, That Section(s) 12-102.1 of Article - Family Law of the Annotated Code								
24	of Maryland be renumbered to be Section(s) 12-102.2.								
25	SECTION 1. 2. BE IT ENACTED BY THE GENERAL ASSEMBLY OF								
	MARYLAND AND BE IT FURTHER ENACTED, That the Laws of Maryland read as								
	follows:								
28	Article - Health - General								
29	<u>19-706.</u>								
30	(h) The provisions of §§ 15-401, 15-402, 15-403, [and] 15-403.1, AND								
31	15-405 of the Insurance Article shall apply to health maintenance organizations.								
32	Article - Insurance								
33	<u>15-405.</u>								
34	(a) In this section the following words have the meanings indicated.								

1	<u>(2)</u>	"CARI	RIER" MEANS:
2 3	THE STATE AND	( <u>I)</u> PROVID	AN INSURER THAT HOLDS A CERTIFICATE OF AUTHORITY IN ES HEALTH INSURANCE IN THE STATE;
4 5	TO OPERATE IN T	(II) THE STA	A HEALTH MAINTENANCE ORGANIZATION THAT IS LICENSED $\overline{\text{IE}}$ ; OR
6 7	OPERATE IN THE	(III) STATE.	A NONPROFIT HEALTH SERVICE PLAN THAT IS LICENSED TO
8	[(2)] which medical care	(3) services o	"Health insurance coverage" means health care coverage under can be provided to a child.
10	[(3)]	<u>(4)</u>	"Insuring parent" means a parent who:
11 12	health insurance co	(i) verage for	is required under a court or administrative order to provide a child; or
13		<u>(ii)</u>	otherwise provides health insurance coverage for a child.
14	<u>(5)</u>	"MED	ICAL SUPPORT NOTICE" MEANS A NOTICE THAT IS:
15		<u>(I)</u>	IN A FORMAT PRESCRIBED BY FEDERAL LAW; AND
16 17	HEALTH INSURA	(II) ANCE CO	ISSUED BY A CHILD SUPPORT AGENCY TO ENFORCE THE VERAGE PROVISIONS OF A CHILD SUPPORT ORDER.
18	[(4)]	<u>(6)</u>	"Order" means a ruling that:
19 20	administrative agen	(i) acy of ano	is issued by a court of this State or another state or an ther state; and
21 22	under a parent's hea	<u>(ii)</u> alth insura	1. <u>creates or recognizes the right of a child to receive benefits</u> unce coverage; OR
23 24	SUPPORT AND P	<u>ROVIDE</u>	2. ESTABLISHES A PARENT'S OBLIGATION TO PAY CHILD HEALTH INSURANCE COVERAGE FOR A CHILD.
		RISSUED	LIFIED MEDICAL SUPPORT ORDER" MEANS A MEDICAL CHILD UNDER STATE LAW THAT COMPLIES WITH § 609(A) OF THE INCOME SECURITY ACT OF 1974 (ERISA).
28	(b) This so	ection app	olies to:
29 30	(1) maintenance organi		ercial] insurers, nonprofit health service plans, and health hat operate in the State under a certificate of authority;
31 32	(2) Retirement Income		nealth plans, as defined in § 607(1) of the Employee Act of 1974 (ERISA); and

1	<u>(3)</u>	persons	that offer a service benefit plan, as defined in federal law.
2 3			e for family members' coverage is required under an order verage for a child, an entity subject to this section:
4 5	(1) and include the child		ow the insuring parent to enroll in family members' coverage verage regardless of enrollment period restrictions;
6 7	does not include the c		suring parent is enrolled in health insurance coverage but e enrollment, shall:
	agency, or Departmer behalf of the child; a		allow the noninsuring parent, child support enforcement th and Mental Hygiene to apply for enrollment on
11 12	restrictions; and	<u>(ii)</u>	include the child in the coverage regardless of enrollment period
13 14	written evidence is p		terminate health insurance coverage for the child unless of the entity that:
15		<u>(i)</u>	the order is no longer in effect;
	health insurance covered termination;	(ii) erage that	the child has been or will be enrolled under other reasonable will take effect on or before the effective date of the
19 20	its employees; or	<u>(iii)</u>	the employer has eliminated family members' coverage for all of
23 24	Budget Reconciliation	n Act of	the employer no longer employs the insuring parent, except that the provisions of the federal Consolidated Omnibus 1985 (COBRA), coverage shall be provided for the child plan for postemployment health insurance coverage
	· · · · · · · · · · · · · · · · · · ·	deny enro	any other provision of this article, an entity subject to ollment of a child under the health insurance coverage the child:
29	<u>(1)</u>	was bor	n out of wedlock;
30 31	(2) tax return; [or]	is not cl	aimed as a dependent on the insuring parent's federal income
32 33	entity; OR	does not	reside with the insuring parent or in the service area of the
34 35	(4) UNDER THE MAR		EIVING BENEFITS OR IS ELIGIBLE TO RECEIVE BENEFITS MEDICAL ASSISTANCE PROGRAM.

1 2	(e) If a child entity subject to this s		lth insurance coverage through an insuring parent, an all:
	and any other informa	tion nece	to the noninsuring parent membership cards, claims forms, essary for the child to obtain benefits through the
8		ealth care	the claims forms and make appropriate payment to the provider, or Department of Health and Mental ent incurs expenses for health care provided to the
10 11			SINESS DAYS AFTER RECEIPT OF A MEDICAL SUPPORT YER, THE CARRIER:
12 13	(1) CONTAINS:	SHALL	DETERMINE WHETHER THE MEDICAL SUPPORT NOTICE
14		<u>(I)</u>	THE EMPLOYEE'S NAME AND MAILING ADDRESS; AND
15 16	THE ADDRESS OF	(II) A SUBS	THE CHILD'S NAME AND THE CHILD'S MAILING ADDRESS OR TITUTED OFFICIAL;
19 20 21	COMPLETE AND F NOTICE TO THE IS	SCRIBE ORWAR SUING PPORT N	MEDICAL SUPPORT NOTICE DOES NOT CONTAIN THE LD IN PARAGRAPH (1) OF THIS SUBSECTION, SHALL RD THE APPROPRIATE PART OF THE MEDICAL SUPPORT CHILD SUPPORT ENFORCEMENT AGENCY ADVISING THAT NOTICE DOES NOT CONSTITUTE A QUALIFIED MEDICAL AND
	(3) DESCRIBED IN PA FOLLOWING REQU	RAGRA	MEDICAL SUPPORT NOTICE CONTAINS THE INFORMATION PH (1) OF THIS SUBSECTION, SHALL COMPLY WITH THE NTS:
26		<u>(I)</u>	DETERMINE THE CHILD'S ELIGIBILITY FOR ENROLLMENT;
	MEDICAL SUPPOR ENFORCEMENT A		COMPLETE AND SEND THE APPROPRIATE PART OF THE CE TO THE EMPLOYER AND THE CHILD SUPPORT TRATION;
30 31		( <u>III)</u> BJECT T	ENROLL THE CHILD IF THE CHILD IS ELIGIBLE FOR TO SUBSECTION (G) OF THIS SECTION;
			SEND TO THE EMPLOYEE, CHILD, AND CUSTODIAL PARENT OF OTICE THAT EXPLAINS THAT THE COVERAGE OF THE CHILD ILABLE TO THE CHILD; AND
35 36	DESCRIPTION OF:	<u>(V)</u>	SEND TO THE CUSTODIAL PARENT OF THE CHILD A WRITTEN

1		<u>1.</u>	THE HEALTH INSURANCE COVERAGE;			
2		<u>2.</u>	THE EFFECTIVE DATE OF COVERAGE;			
3	COVERAGE; AND	<u>3.</u>	THE EMPLOYEE'S COST FOR THE HEALTH INSURANCE			
5		<u>4.</u>	IF NOT ALREADY PROVIDED:			
6		<u>A.</u>	A SUMMARY PLAN DESCRIPTION;			
7 8	TO EFFECTUATE COVERA	<u>B.</u> GE; ANI	ANY FORMS, DOCUMENTS, OR INFORMATION NECESSARY  O			
9 10	BENEFITS.	<u>C.</u>	ANY INFORMATION NECESSARY TO SUBMIT CLAIMS FOR			
11 12			LIGIBILITY FOR HEALTH INSURANCE COVERAGE IS THAT HAS NOT BEEN COMPLETED, THE CARRIER:			
15	MEDICAL SUPPORT NOTION	CE TO T NESS DA	ETE AND SEND THE APPROPRIATE PART OF THE HE EMPLOYER AND THE ISSUING CHILD SUPPORT AYS AFTER RECEIPT OF THE MEDICAL SUPPORT AND			
19	17 (2) ON THE EMPLOYEE'S SATISFACTION OF THE WAITING PERIOD, 18 SHALL COMPLETE ENROLLMENT OF THE CHILD IN ACCORDANCE WITH THIS 19 SECTION AND SEND THE NOTICE AND INFORMATION REQUIRED UNDER SUBSECTION 20 (F)(3) OF THIS SECTION.					
23 24 25	21 (H) IF THE EMPLOYEE'S HEALTH INSURANCE PLAN REQUIRES THAT THE 22 EMPLOYEE BE ENROLLED IN ORDER FOR THE CHILD TO BE ENROLLED AND THE 23 EMPLOYEE IS NOT CURRENTLY ENROLLED, THE CARRIER SHALL ENROLL BOTH THE 24 EMPLOYEE AND THE CHILD, WITHOUT REGARD TO ENROLLMENT PERIOD 25 RESTRICTIONS, WITHIN THE TIME PERIOD SPECIFIED IN SUBSECTION (F) OF THIS 26 SECTION.					
29	7 (I) IF A CHILD IS ELIGIBLE FOR ENROLLMENT, THE CARRIER SHALL 8 COMPLETE THE ENROLLMENT WITHOUT REGARD TO ENROLLMENT PERIOD 9 RESTRICTIONS, WITHIN THE TIME PERIODS SPECIFIED IN SUBSECTIONS (F) AND (G) 10 OF THIS SECTION.					
33	SUBSECTION (F)(3)(IV) OF	THIS SI	OR NOTIFICATION OF THE CHILD UNDER ECTION MAY BE SATISFIED BY NOTIFYING THE D.D. AND THE CUSTODIAL PARENT LIVE AT THE SAME			

1			SUBTITLE 4A. HEALTH INSURANCE COVERAGE UNDER MEDICAL SUPPORT NOTIC
2	<del>15 4A 01.</del>		
3	(A) INDICATEI		S SUBTITLE THE FOLLOWING WORDS HAVE THE MEANINGS
5 6	(B) ADMINIST		NISTRATION" MEANS THE CHILD SUPPORT ENFORCEMENT OF THE DEPARTMENT OF HUMAN RESOURCES.
-		IES A PA	SUPPORT ORDER" MEANS AN ORDER ISSUED BY A TRIBUNAL THAT ARENT'S OBLIGATION TO PAY CHILD SUPPORT AND PROVIDE CE COVERAGE FOR A CHILD.
10	<del>(D)</del>	"CARRI	ER" MEANS:
			AN INSURER, A NONPROFIT HEALTH SERVICE PLAN, OR A HEALTH RGANIZATION OPERATING IN THE STATE UNDER A CERTIFICATE OF ED BY THE COMMISSIONER;
14 15		( <del>2)</del> THE EN	AN ENTITY THAT PROVIDES A GROUP HEALTH PLAN, AS DEFINED IN APLOYEE RETIREMENT INCOME SECURITY ACT OF 1974; OR
16 17	FEDERAL :	<del>(3)</del> LAW.	AN ENTITY OFFERING A SERVICE BENEFIT PLAN AS DEFINED BY
18			Article - Family Law
19	<u>12-102.</u>		
20	<u>(a)</u>	<u>(1)</u>	
		(1)	In this section the following words have the meanings indicated.
21 22	under which	<u>(2)</u>	In this section the following words have the meanings indicated.  "Health insurance coverage" means any type of health care coverage care services can be provided to the child through an insurer.
		<u>(2)</u>	"Health insurance coverage" means any type of health care coverage
<ul><li>22</li><li>23</li><li>24</li><li>25</li></ul>	organization	(2) medical (3)	"Health insurance coverage" means any type of health care coverage care services can be provided to the child through an insurer.
22 23 24 25 26 27	organization certificate o	(2) a medical (3) a, or a heaf authorit	"Health insurance coverage" means any type of health care coverage care services can be provided to the child through an insurer.  "Insurer" means:  (i) [a commercial] AN insurer, a nonprofit health service alth maintenance organization operating in this State under a
<ul> <li>22</li> <li>23</li> <li>24</li> <li>25</li> <li>26</li> <li>27</li> <li>28</li> <li>29</li> </ul>	organization certificate of 607(1) of the	(2) a medical (3) a, or a heaf authorit	"Health insurance coverage" means any type of health care coverage care services can be provided to the child through an insurer.  "Insurer" means:  (i) [a commercial] AN insurer, a nonprofit health service alth maintenance organization operating in this State under a y issued by the Maryland Insurance Commissioner;  (ii) AN ENTITY THAT PROVIDES a group health plan, as defined in §
<ul> <li>22</li> <li>23</li> <li>24</li> <li>25</li> <li>26</li> <li>27</li> <li>28</li> <li>29</li> </ul>	organization certificate of 607(1) of the law.	(2) a medical (3) a, or a heaf authorit	"Health insurance coverage" means any type of health care coverage care services can be provided to the child through an insurer.  "Insurer" means:  (i) [a commercial] AN insurer, a nonprofit health service alth maintenance organization operating in this State under a sy issued by the Maryland Insurance Commissioner;  (ii) AN ENTITY THAT PROVIDES a group health plan, as defined in § the Retirement Income Security Act of 1974; or

1 2	(2) (II) ISSUED BY A CHILD SUPPORT AGENCY TO ENFORCE THE HEALTH INSURANCE COVERAGE PROVISIONS OF A CHILD SUPPORT ORDER.
3	$\frac{(F)}{LAW}$ $\frac{(5)}{THIS}$ "TRIBUNAL" HAS THE MEANING STATED IN § 10-301 OF THE FAMILY LAW THIS ARTICLE.
5 6	(b) The court may include in any support order a provision requiring either parent to include the child in the parent's health insurance coverage if:
7 8	(1) the parent can obtain health insurance coverage through an employer or any form of group health insurance coverage; and
9 10	(2) the child can be included at a reasonable cost to the parent in that health insurance coverage.
	(c) An order of a court requiring the provision of health insurance coverage for a child may be issued separate from or in conjunction with an earnings withholding order.
16 17	(d) (1) If a court orders a parent to provide health insurance coverage under this section, the parent under the order or the support enforcement agency shall send a copy of the order OR MEDICAL SUPPORT NOTICE to the PARENT'S employer by certified mail, return receipt requested, separate from or in conjunction with an earnings withholding order, as provided in § 10-123 of this article.
19 20	(2) [On] WITHIN 20 BUSINESS DAYS AFTER THE receipt of the order OR MEDICAL SUPPORT NOTICE, the employer shall:
21 22	(I) SEND THE APPROPRIATE PART OF THE MEDICAL SUPPORT NOTICE TO THE EMPLOYER'S INSURER;
25 26	(II) IF THE EMPLOYER DETERMINES THAT, BASED ON REASONS RELATED TO THE EMPLOYEE'S EMPLOYMENT STATUS, THE EMPLOYEE'S CHILD IS INELIGIBLE FOR HEALTH INSURANCE COVERAGE, COMPLETE THE APPROPRIATE PART OF THE MEDICAL SUPPORT NOTICE AND RETURN IT TO THE ISSUING CHILD SUPPORT AGENCY;
30	[(i)] (III) permit the parent, a child support enforcement agency, or the Department of Health and Mental Hygiene to enroll the child in any health insurance coverage available to the parent without regard to any enrollment season restrictions;
32 33	[(ii)] (IV) provide a statement to the support enforcement agency and to both parents that the child:
34	<u>1.</u> <u>has been enrolled in health insurance coverage;</u>
35 36	2. will be enrolled in health insurance coverage and that the expected date of enrollment will be provided; or

1	<u>cannot be enrolled in health insurance coverage; and</u>
2 3	[(iii)] (V) provide information to both parents and to the support inforcement agency concerning the available health insurance coverage, including:
4	<u>1.</u> <u>the employee's Social Security number;</u>
5	<u>2.</u> <u>the name, address, and telephone number of the insurer;</u>
6	<u>3.</u> <u>the policy number;</u>
7	4. <u>the group number;</u>
8	<u>5.</u> <u>the effective date of coverage; and</u>
9	<u>6.</u> <u>any schedule of benefits.</u>
	[(3) The employer shall deduct the premiums for the health insurance coverage from the earnings of the employee and pay the premiums to the insurer to the extent consistent with federal law.]
13 14	(E) ON RECEIPT OF THE ORDER OR MEDICAL SUPPORT NOTICE, THE EMPLOYER:
17	(1) IF THE EMPLOYEE'S CHILD IS ELIGIBLE FOR HEALTH INSURANCE COVERAGE, SHALL WITHHOLD FROM THE EMPLOYEE'S NEXT EARNINGS THE AMOUNT OF THE EMPLOYEE CONTRIBUTION REQUIRED TO ENROLL THE EMPLOYEE'S CHILD;
21 22	(2) IF THE EMPLOYEE'S CHILD IS NOT CURRENTLY ELIGIBLE FOR HEALTH INSURANCE COVERAGE BUT WILL BECOME ELIGIBLE, SHALL WITHHOLD FROM THE EMPLOYEE'S EARNINGS, AT THE EARLIEST TIME THE EMPLOYEE'S CHILD BECOMES ELIGIBLE, THE AMOUNT OF THE EMPLOYEE CONTRIBUTION REQUIRED TO ENROLL THE EMPLOYEE'S CHILD; OR
26 27 28	(3) IF FEDERAL OR STATE WITHHOLDING LIMITATIONS OR PRIORITIZATION PREVENT WITHHOLDING FROM THE EMPLOYEE'S WAGES THE AMOUNT REQUIRED FOR ENROLLMENT, SHALL COMPLETE AND SEND, TO THE SSUING CHILD SUPPORT AGENCY, THE APPROPRIATE PART OF THE MEDICAL SUPPORT NOTICE INDICATING THE EMPLOYEE'S INCOME IS INSUFFICIENT FOR ENROLLMENT.
32 33 34	(F) (1) TO THE EXTENT CONSISTENT WITH THE FEDERAL CONSUMER CREDIT PROTECTION ACT, THE EMPLOYER SHALL DEDUCT THE PREMIUMS FOR HEALTH INSURANCE COVERAGE FROM THE EARNINGS OF THE EMPLOYEE ON A REGULAR AND CONTINUING BASIS AND PAY THE PREMIUMS TO THE INSURER.  (2) THE EMPLOYER SHALL SEND TO THE INSURER THE AMOUNT
35	DEDUCTED FROM THE EMPLOYEE'S EARNINGS EACH PAY PERIOD WITHIN 10

	BUSINESS I		FTER THE DAY ON WHICH THE EARNINGS ARE PAID TO THE
3	[(e)] coverage for	(G) the child	An employer or the child's parents may not disenroll or eliminate in any manner unless:
5		<u>(1)</u>	the employer is provided satisfactory written evidence that:
6			(i) the court order is no longer in effect; or
	health insura date of disen		(ii) the child has been or will be enrolled under other reasonable rage, with the coverage to take effect no later than the effective
10 11	employees;	(2) or	the employer has eliminated family health coverage for all of its
14 15	exercise the 1985 (COBI	provision RA) then	the employer no longer employs the parent under whose name the ed for coverage except to the extent that if the parent elects to as of the Consolidated Omnibus Budget Reconciliation Act of coverage must be provided for the child consistent with the ing to postemployment medical coverage for dependents.
19		the case,	(1) If the health insurance coverage for the child terminates, the the other parent and, if a support enforcement agency is the support enforcement agency within 15 days of termination of
21 22	coverage be	(2) comes av	If, after a lapse in health insurance coverage, health insurance vailable to the employee for the child, the employer shall:
23 24	any enrollm	ent seaso	(i) enroll the child in health insurance coverage without regard to n restrictions; and
25 26 27			(ii) within 15 days after health insurance coverage becomes tice to the support enforcement agency and the other parent of
			Subject to the provisions of this section, the parent or the support may bring a civil action against an employer who willfully as of this section.
	[(h)] enforce an o or health ins		This section does not limit the authority of a court to enter, modify, or uiring payment of uninsured health expenses, health care costs, remiums.
34 35	[(i)] SUPPORT I	( <u>K)</u> NOTICE	An employer may not use the existence of an order OR A MEDICAL requiring health insurance coverage as a basis for:
36		<u>(1)</u>	reprisal against an employee;

- 12 **HOUSE BILL 1192** 1 dismissal of an employee from employment; or (2) 2 (3) refusal to hire a person or to promote an employee. 3 An order entered under this section is binding on a present and [(i)](L) 4 future employer of the parent on whom a copy of this order is served. 5 <del>15 4A 02.</del> <u>12-102.1.</u> 6 (A) A MEDICAL SUPPORT NOTICE: 7 MAY BE ISSUED BY A CHILD SUPPORT AGENCY IN ANY CHILD (1) 8 SUPPORT CASE IN WHICH A TRIBUNAL CIRCUIT COURT OF THIS STATE OR TRIBUNAL 9 OF ANOTHER JURISDICTION HAS ORDERED A PARENT TO INCLUDE THE CHILD IN 10 THE PARENT'S HEALTH INSURANCE COVERAGE; AND 11 SHALL BE ISSUED BY A CHILD SUPPORT AGENCY IN ALL CHILD 12 SUPPORT CASES ENFORCED BY THE ADMINISTRATION IN WHICH A NONCUSTODIAL 13 PARENT'S EMPLOYER IS KNOWN AND A TRIBUNAL CIRCUIT COURT OF THIS STATE OR 14 TRIBUNAL OF ANOTHER JURISDICTION HAS ORDERED THE PARENT TO INCLUDE THE 15 CHILD IN THE PARENT'S HEALTH INSURANCE COVERAGE, UNLESS THE COURT 16 ORDER OR ADMINISTRATIVE ORDER PROVIDES FOR ALTERNATIVE HEALTH 17 INSURANCE COVERAGE. 18 (B) A MEDICAL SUPPORT NOTICE SHALL: 19 (1) BE IN A FORMAT APPROVED BY THE FEDERAL GOVERNMENT: 20 (2) BE A SEPARATE DOCUMENT THAT DOES NOT INCLUDE ANY OTHER 21 ORDERS OR PLEADINGS; AND 22 (3) INCLUDE THE FOLLOWING INFORMATION: 23 A STATEMENT EXPLAINING THE EMPLOYER'S OBLIGATIONS (I) 24 UNDER THIS SUBTITLE TO WITHHOLD ANY EMPLOYEE CONTRIBUTIONS DUE IN 25 CONNECTION WITH HEALTH INSURANCE COVERAGE FOR THE EMPLOYEE'S CHILD; A STATEMENT EXPLAINING THAT, SUBJECT TO FURTHER 27 ORDERS OF THE TRIBUNAL CIRCUIT COURT OF THIS STATE OR TRIBUNAL OF 28 ANOTHER JURISDICTION, THE EMPLOYER IS REQUIRED TO WITHHOLD THE
- 29 APPROPRIATE AMOUNT ON A REGULAR AND CONTINUING BASIS BEGINNING WITH
- 30 THE NEXT PAY PERIOD AFTER RECEIPT OF THE APPROPRIATE PART OF THE MEDICAL
- 31 SUPPORT NOTICE INDICATING THE EMPLOYEE'S CHILD IS ELIGIBLE FOR
- 32 ENROLLMENT:
- 33 (III) AN EXPLANATION OF THE APPLICATION OF THE FEDERAL
- 34 CONSUMER CREDIT PROTECTION ACT LIMITS;

- 1 (IV) AN EXPLANATION OF THE APPLICABILITY OF ANY
- 2 PRIORITIZATION REQUIRED WHEN AVAILABLE FUNDS ARE INSUFFICIENT FOR FULL
- 3 WITHHOLDING FOR BOTH CHILD SUPPORT AND MEDICAL SUPPORT;
- 4 (V) ANY OTHER INFORMATION THAT THE EMPLOYER NEEDS TO
- 5 COMPLY WITH THE MEDICAL SUPPORT NOTICE;
- 6 (VI) A STATEMENT THAT FAILURE TO COMPLY WITH THE MEDICAL
- 7 SUPPORT NOTICE WITHOUT GOOD CAUSE MAY SUBJECT THE EMPLOYER OR CARRIER
- 8 TO CIVIL OR CRIMINAL PENALTIES:
- 9 (VII) A STATEMENT OF THE EMPLOYEE'S RIGHT TO CONTEST THE
- 10 WITHHOLDING BASED ON A MISTAKE OF FACT: AND
- 11 (VIII) THE NAME AND TELEPHONE NUMBER OF THE APPROPRIATE
- 12 PERSON TO CONTACT AT THE ADMINISTRATION ABOUT THE MEDICAL SUPPORT
- 13 NOTICE.
- 14 (C) SUBJECT TO FEDERAL LAW, A MEDICAL SUPPORT NOTICE HAS PRIORITY
- 15 OVER ANY OTHER LIEN OR LEGAL PROCESS, EXCEPT FOR CURRENT SUPPORT AND
- 16 SUPPORT ARREARS WITHHELD UNDER AN EARNINGS WITHHOLDING ORDER OR
- 17 NOTICE.
- 18 (D) A MEDICAL SUPPORT NOTICE THAT IS COMPLETED APPROPRIATELY AND
- 19 SATISFIES THE CONDITIONS OF § 609(A) OF TITLE I OF THE EMPLOYEE RETIREMENT
- 20 INCOME SECURITY ACT SHALL:
- 21 (1) BE TREATED AS A QUALIFIED MEDICAL CHILD SUPPORT ORDER BY A
- 22 CARRIER;
- 23 (2) HAVE THE SAME FORCE AND EFFECT AS A QUALIFIED MEDICAL
- 24 CHILD SUPPORT ORDER; AND
- 25 (3) BE ENFORCEABLE IN THE SAME MANNER AS A QUALIFIED MEDICAL
- 26 CHILD SUPPORT ORDER.
- 27 (E) A MEDICAL SUPPORT NOTICE ISSUED IN ANOTHER STATE SHALL BE
- 28 ENFORCED IN THE SAME MANNER AS A MEDICAL SUPPORT NOTICE ISSUED IN THIS
- 29 STATE.
- 30 <del>15 4A 03.</del>
- 31 (A) (1) IF APPROPRIATE, A CHILD SUPPORT AGENCY ENFORCING A CHILD
- 32 SUPPORT CASE SHALL SEND, BY REGULAR MAIL OR BY OTHER MEANS APPROVED BY
- 33 THE ADMINISTRATION, A COMPLETED MEDICAL SUPPORT NOTICE TO THE
- 34 EMPLOYER OF THE PARENT WHO HAS BEEN ORDERED TO PROVIDE HEALTH
- 35 INSURANCE COVERAGE FOR A CHILD.

- 1 (2) THE MEDICAL SUPPORT NOTICE MAY BE SENT SEPARATELY OR
- 2 TOGETHER WITH AN EARNINGS WITHHOLDING ORDER OR AN EARNINGS
- 3 WITHHOLDING NOTICE.
- 4 (B) WITHIN 20 BUSINESS DAYS AFTER THE DATE OF THE MEDICAL SUPPORT
- 5 NOTICE: AN EMPLOYER SERVED WITH A MEDICAL SUPPORT NOTICE:
- 6 (1) SHALL SEND THE APPROPRIATE PART OF THE MEDICAL SUPPORT 7 NOTICE TO THE EMPLOYER'S CARRIER; OR
- 8 (2) IF THE EMPLOYER DETERMINES THAT, BASED ON REASONS
- 9 RELATED TO THE EMPLOYEE'S EMPLOYMENT STATUS, THE EMPLOYEE'S CHILD IS
- 10 INELIGIBLE FOR HEALTH INSURANCE COVERAGE. SHALL COMPLETE THE
- 11 APPROPRIATE PART OF THE MEDICAL SUPPORT NOTICE AND RETURN IT TO THE
- 12 ISSUING CHILD SUPPORT AGENCY.
- 13 (C) ON RECEIPT OF THE APPROPRIATE PART OF THE MEDICAL SUPPORT
- 14 NOTICE THE CARRIER IS REQUIRED TO SEND UNDER § 15 4A 04(B)(3)(II) OF THIS
- 15 SUBTITLE. THE EMPLOYER:
- 16 (1) IF THE EMPLOYEE'S CHILD IS ELIGIBLE FOR HEALTH INSURANCE
- 17 COVERAGE. SHALL WITHHOLD FROM THE EMPLOYEE'S NEXT EARNINGS THE
- 18 AMOUNT OF THE EMPLOYEE CONTRIBUTION REQUIRED TO ENROLL THE
- 19 EMPLOYEE'S CHILD:
- 20 (2) IF THE EMPLOYEE'S CHILD IS NOT CURRENTLY ELIGIBLE FOR
- 21 HEALTH INSURANCE COVERAGE BUT WILL BECOME ELIGIBLE, SHALL WITHHOLD
- 22 FROM THE EMPLOYEE'S EARNINGS. AT THE EARLIEST TIME THE EMPLOYEE'S CHILD
- 23 BECOMES ELIGIBLE, THE AMOUNT OF THE EMPLOYEE CONTRIBUTION REQUIRED TO
- 24 ENROLL THE EMPLOYEE'S CHILD; OR
- 25 (3) IF FEDERAL OR STATE WITHHOLDING LIMITATIONS OR
- 26 PRIORITIZATION PREVENT WITHHOLDING FROM THE EMPLOYEE'S WAGES THE
- 27 AMOUNT REQUIRED FOR ENROLLMENT, SHALL COMPLETE AND SEND, TO THE
- 28 ISSUING CHILD SUPPORT AGENCY, THE APPROPRIATE PART OF THE MEDICAL
- 29 SUPPORT NOTICE INDICATING THE EMPLOYEE'S INCOME IS INSUFFICIENT FOR
- 30 ENROLLMENT.
- 31 (D) (1) TO THE EXTENT CONSISTENT WITH THE FEDERAL CONSUMER
- 32 CREDIT PROTECTION ACT, THE EMPLOYER SHALL DEDUCT THE PREMIUMS FOR
- 33 HEALTH INSURANCE COVERAGE FROM THE EARNINGS OF THE EMPLOYEE ON A
- 34 REGULAR AND CONTINUING BASIS AND PAY THE PREMIUMS TO THE CARRIER.
- 35 (2) THE EMPLOYER SHALL SEND TO THE CARRIER THE AMOUNT
- 36 DEDUCTED FROM THE EMPLOYEE'S EARNINGS EACH PAY PERIOD WITHIN 10
- 37 BUSINESS DAYS AFTER THE DAY ON WHICH THE EARNINGS ARE PAID TO THE
- 38 EMPLOYEE.

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34 COVERAGE;

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1	15 4A 04.					
4	2 (A) WITHIN 40 B NOTICE SENT TO THE C CARRIER SHALL COMPL SECTION.	ARRIER U	NDER § 15-4A		IS SUBTITLE,	FHE
8	6 (B) (1) THE NOTICE CONTAINS THE NAME, AND THE CHILD OFFICIAL.	EMPLOY	EE'S NAME AN		ODRESS, THE C	CHILD'S
12 13 14	0 (2) IF THE INFORMATION DESCRIPTION OF THE AND THE INFORMATION DESCRIPTION OF THE INFORMATION OF THE INFORM	BED IN PA FORWAR HE ISSUIN	RAGRAPH (1) D THE APPRO G CHILD SUP	PRIATE PART PORT AGENCY	ECTION, THE ( OF THE MEDIC ADVISING TH	CARRIER CAL AT THE
16 17	6 <del>(3) IF TI</del> 7 <del>DESCRIBED IN PARAGE</del>	_		NOTICE CONTA CTION, THE CA		RMATION
18 19	8 (I) 9 ENROLLMENT;	SHALL	DETERMINE	THE CHILD'S E	LIGIBILITY FO	<del>)R</del>
20 21	0 <del>(II)</del> 1 <del>MEDICAL SUPPORT NO</del>					E PART OF THE N;
22 23	2 (III) 3 THE CHILD IF THE CHIL					SHALL ENROLL
	4 (IV) 5 THE EMPLOYEE, THE C 6 CONTAINS:					HALL SEND TO OTICE THAT
27 28	7 8 <del>COVERAGE IS OR WILL</del>	<del>1.</del> BECOME		ATION THAT T		SURANCE
29 30	9 0 <del>COVERAGE;</del>	<del>2.</del>	A WRITTEN	DESCRIPTION (	OF THE HEALT	TH INSURANCE
31 32	1 2 <del>COVERAGE;</del>	<del>3.</del>	THE EMPLO	YEE'S COST FO	R THE HEALTI	HINSURANCE

THE EFFECTIVE DATE OF THE HEALTH INSURANCE

A SUMMARY PLAN DESCRIPTION;

1 2	6. ANY FORMS, DOCUMENTS, OR INFORMATION NECESSARY TO EFFECTUATE THE HEALTH INSURANCE COVERAGE; AND
3	7. ANY INFORMATION NECESSARY TO SUBMIT CLAIMS FOR BENEFITS.
5 6	(C) IF THE EMPLOYEE'S ELIGIBILITY FOR HEALTH INSURANCE COVERAGE IS SUBJECT TO A WAITING PERIOD THAT HAS NOT BEEN COMPLETED, THE CARRIER:
	(1) SHALL COMPLETE AND SEND THE APPROPRIATE PART OF THE MEDICAL SUPPORT NOTICE TO THE EMPLOYER AND THE ISSUING CHILD SUPPORT AGENCY; AND
10	
	SHALL COMPLETE ENROLLMENT OF THE CHILD IN ACCORDANCE WITH THIS
	SECTION AND SEND THE NOTICE REQUIRED UNDER SUBSECTION (B)(3)(IV) OF THIS SECTION.
14	
	EMPLOYEE BE ENROLLED IN ORDER FOR THE CHILD TO BE ENROLLED AND THE EMPLOYEE IS NOT CURRENTLY ENROLLED, THE CARRIER SHALL ENROLL BOTH THE
	EMPLOYEE AND THE CHILD.
10	(E) IF A CHILD IS ELICIPLE FOR EMPOLLMENT THE CARRIED SHALL
18 19	(E) IF A CHILD IS ELIGIBLE FOR ENROLLMENT, THE CARRIER SHALL COMPLETE THE ENROLLMENT WITHOUT REGARD TO OPEN SEASON RESTRICTIONS.
20 21	(F) A CARRIER MAY NOT REFUSE TO ENROLL A CHILD UNDER THIS SECTION BECAUSE:
22	(1) THE CHILD WAS BORN OUT OF WEDLOCK;
23 24	(2) THE CHILD IS NOT CLAIMED AS A DEPENDENT ON THE EMPLOYEE'S FEDERAL INCOME TAX RETURN;
25 26	(3) THE CHILD DOES NOT RESIDE WITH THE EMPLOYEE OR IN THE HEALTH INSURANCE PLAN'S SERVICE AREA; OR
27 28	(4) THE CHILD IS RECEIVING BENEFITS OR IS ELIGIBLE TO RECEIVE BENEFITS UNDER THE MARYLAND MEDICAL ASSISTANCE PROGRAM.
29	Article - Family Law
30	<del>12-102.</del>
31 32	(a) (4) "MEDICAL SUPPORT NOTICE" HAS THE MEANING STATED IN § 15-4A-01 OF THE INSURANCE ARTICLE.
33	(d) (1) If a court orders a parent to provide health insurance coverage under
	this section, the parent under the order or the support enforcement agency shall send
	a copy of the order OR MEDICAL SUPPORT NOTICE to the employer [by certified mail,

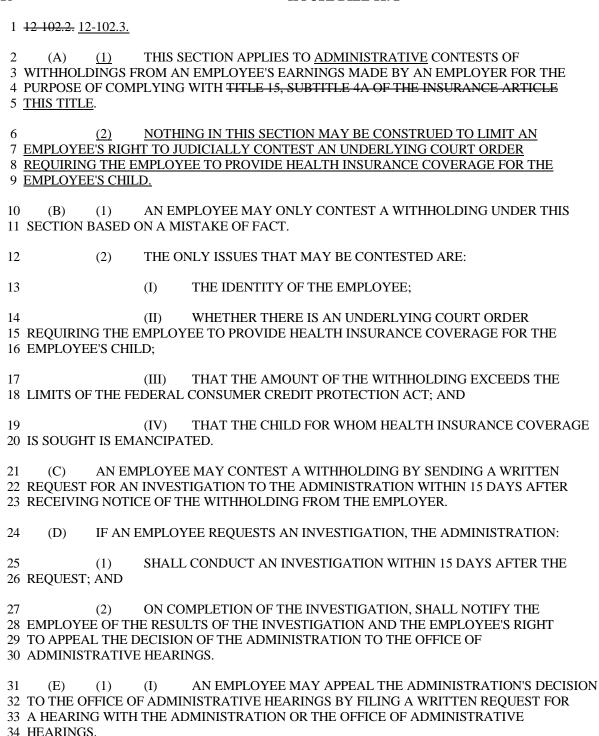
	return receipt requested,] separate from or in conjunction with an earnings withholding order, as provided in § 10-123 of this article.				
3 4	<del>(2)</del> € shall:				
	(i) permit the parent, a child support enforcement agency, or the Department of Health and Mental Hygiene to enroll the child in any health insurance coverage available to the parent without regard to any enrollment season restrictions;				
8 9	both parents that the chi		a statement to the support enforcement agency and to		
10		<del>1.</del>	has been enrolled in health insurance coverage;		
11 12	expected date of enrolls	<del>2.</del> ment will be pro	will be enrolled in health insurance coverage and that the vided; or		
13		<del>3.</del>	cannot be enrolled in health insurance coverage; and		
14 15	`		information to both parents and to the support ailable health insurance coverage, including:		
16		<del>1.</del>	the employee's Social Security number;		
17		<del>2.</del>	the name, address, and telephone number of the insurer;		
18		<del>3.</del>	the policy number;		
19		4 <del>.</del>	the group number;		
20		<del>5.</del>	the effective date of coverage; and		
21		<del>6.</del>	any schedule of benefits.		
22 23	22 (i) An employer may not use the existence of an order OR MEDICAL SUPPORT 23 NOTICE requiring health insurance coverage as a basis for:				
24	<del>(1)</del> re	eprisal against a	<del>n employee;</del>		
25	<del>(2)</del> d	ismissal of an e	mployee from employment; or		
26	<del>(3)</del> re	efusal to hire a p	person or to promote an employee.		
27	<u>12-102.2.</u>				
30	An administrative order OR A MEDICAL SUPPORT NOTICE for health insurance coverage issued in any other state or territory will be enforced to the same extent in a proceeding under this subtitle as an order OR A MEDICAL SUPPORT NOTICE for health insurance coverage issued [by a court] in this State.				

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(II)

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THE REQUEST FOR A HEARING SHALL BE MADE:

ON A FORM PROVIDED BY THE ADMINISTRATION; AND

- 1 2. WITHIN 15 DAYS AFTER RECEIVING THE WRITTEN 2 RESULTS OF THE ADMINISTRATION'S INVESTIGATION.
- 3 (2) THE ONLY ISSUES THAT MAY BE CONTESTED IN AN ADMINISTRATIVE 4 HEARING ARE:
- 5 (I) THE IDENTITY OF THE EMPLOYEE;
- 6 (II) WHETHER THERE IS AN UNDERLYING COURT ORDER
- 7 REQUIRING THE EMPLOYEE TO PROVIDE HEALTH INSURANCE COVERAGE FOR THE
- 8 EMPLOYEE'S CHILD;
- 9 (III) THAT THE AMOUNT OF THE WITHHOLDING EXCEEDS THE
- 10 LIMITS OF THE FEDERAL CONSUMER CREDIT PROTECTION ACT; AND
- 11 (IV) THAT THE CHILD FOR WHOM HEALTH INSURANCE COVERAGE 12 IS SOUGHT IS EMANCIPATED.
- 13 (3) AN APPEAL UNDER THIS SECTION SHALL BE CONDUCTED IN 14 ACCORDANCE WITH TITLE 10, SUBTITLE 2 OF THE STATE GOVERNMENT ARTICLE.
- 15 (F) ENROLLMENT OF THE EMPLOYEE'S CHILD MAY NOT BE STAYED OR
- 16 TERMINATED UNTIL THE EMPLOYER RECEIVES WRITTEN NOTICE THAT THE
- 17 CONTEST IS RESOLVED IN THE EMPLOYEE'S FAVOR.
- 18 SECTION 2. 3. AND BE IT FURTHER ENACTED, That this Act shall take 19 effect July 1, 2002.