BY: Finance Committee

AMENDMENTS TO SENATE BILL NO. 961 (First Reading File Bill)

AMENDMENT NO. 1

On page 1, strike line 2 in its entirety and substitute "Joint Legislative Task Force on Small Group Market Health Insurance"; strike in their entirety lines 3 through 15, inclusive, and substitute:

"FOR the purpose of establishing a Joint Legislative Task Force on Small Group Market Health Insurance; providing for the composition, chairs, staffing, and duties of the Task Force; requiring the Task Force to submit a certain report to the presiding officers and certain committees of the General Assembly on or before a certain date; and generally relating to a Joint Legislative Task Force on Small Group Market Health Insurance.";

and strike in their entirety lines 16 through 20, inclusive.

AMENDMENT NO. 2

On page 1, in line 22, strike "the Laws of Maryland read as follows".

On pages 1 through 3, strike in their entirety the lines beginning with line 23 on page 1 through line 27 on page 3, inclusive, and substitute:

"(a) There is a Joint Legislative Task Force on Small Group Market Health Insurance.

(b) The Task Force consists of the following six members:

(1) three members of the Senate Finance Committee, appointed by the President of the Senate; and

(2) three members of the House Health and Government Operations Committee, appointed by the Speaker of the House.

(Over)

(c) (1) The President of the Senate shall appoint a co-chair from among the Senate Finance Committee members.

(2) The Speaker of the House shall appoint a co-chair from among the House Health and Government Operations Committee members.

(d) (1) The Department of Legislative Services shall provide staff support for the Task Force.

(2) <u>The Maryland Insurance Administration and the Maryland Health Care</u> <u>Commission shall provide technical assistance to the Task Force, including retaining independent</u> <u>consultants to provide actuarial services, benefit consulting services, and other services as needed.</u>

- (e) <u>A member of the Task Force:</u>
 - (1) may not receive compensation; but

(2) is entitled to reimbursement for expenses under the Standard State Travel Regulations, as provided in the State budget.

(f) <u>The Task Force:</u>

(1) shall study and make recommendations regarding small group market health insurance, including:

- (i) the use of health status as a risk factor for rate adjustment purposes;
- (ii) the permissible variation in the community rate;
- (iii) expanding the permissible range of products;
- (iv) the number of employers offering the Limited Benefit Plan;
- (v) medical loss ratios, according to group size;
- (vi) availability of association health plans in the small group market; and

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(vii) any other issue or factor the Task Force considers important; and

(2) <u>shall, on or before January 1, 2006, report its findings and recommendations,</u> <u>in accordance with § 2-1246 of the State Government Article, to the presiding officers of the General</u> <u>Assembly, the Senate Finance Committee, and the House Health and Government Operations</u> <u>Committee.</u>".

On page 3, in line 28, strike "3." and substitute "<u>2.</u>"; and in line 29, strike "October" and substitute "<u>July</u>".