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2005 Regular Session

BY: Finance Committee

AMENDMENTS TO SENATE BILL NO. 542

(First Reading File Bill)

AMENDMENT NO. 1

On page 1, in the sponsor line, strike "and Ruben" and substitute "Ruben, Della, Hafer, and Teitelbaum"; in line 4, after "coverage" insert ", including coverage provided by a health maintenance organization,"; in line 7, after "purposes;" insert "providing for the application of this Act;"; and after line 9, insert:

"BY repealing and reenacting, with amendments,

Article - Health - General

Section 19-703.1(b)

Annotated Code of Maryland

(2000 Replacement Volume and 2004 Supplement)".

AMENDMENT NO. 2

On page 1, after line 21, insert:

"Article - Health - General

19-703.1.

- (b) Subject to the provisions of this section, each contract or certificate issued to a member or subscriber by a health maintenance organization that provides health benefits and services for diseases may not discriminate against any person with a mental illness, emotional disorder or a drug abuse or alcohol abuse disorder by failing to provide benefits for treatment and diagnosis of these illnesses under the same terms and conditions as provided for covered benefits offered under the contract or certificate for the treatment of physical illness.
 - (2) It shall not be considered to be discriminatory under paragraph (1) of this

subsection if at least the following benefits are provided:

- (i) With respect to inpatient benefits provided in a licensed or certified facility, which shall include hospital inpatient benefits, the total number of days for which benefits are payable shall be:
- 1. Except as provided in subsection (d) of this section, from July 1, 1994 through June 30, 1995, at least 60 days in any calendar year or benefit period of not more than 12 months under the same terms and conditions that apply to benefits available under the contract or certificate for physical illness; and
- 2. On or after July 1, 1995, at least equal to the same terms and conditions that apply to the benefits available under the contract or certificate for physical illness;
- (ii) Subject to subsection (f) of this section, with respect to benefits for partial hospitalization, at least 60 days of partial hospitalization shall be covered under the same terms and conditions that apply to the benefit available under the contract or certificate for physical illness; and
- (iii) With respect to outpatient coverage, other than for inpatient or partial hospitalization services, benefits for covered expenses arising from services, INCLUDING PSYCHOLOGICAL AND NEUROPSYCHOLOGICAL TESTING FOR DIAGNOSTIC PURPOSES, which are rendered to treat mental illness, emotional disorders, drug abuse and alcohol abuse shall be at a rate which is, after the applicable deductible, not less than:
- <u>1.</u> 80 percent for the first 5 visits in any calendar year or benefit period of not more than 12 months;
- <u>2.</u> <u>65 percent for the 6th through 30th visit in any calendar year or benefit period of not more than 12 months; and</u>
- 3. 50 percent for the 31st visit and any visit after the 31st visit in any calendar year or benefit period of not more than 12 months.".

AMENDMENT NO. 3

On page 2, after line 25, insert:

"SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall apply to all policies,

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contracts, and health benefit plans issued, delivered, or renewed in the State on or after October 1, 2005.";

and in line 26, strike "2." and substitute "3.".