#### SB0824/537374/1

BY: Finance Committee

# AMENDMENTS TO SENATE BILL 824 (First Reading File Bill)

## AMENDMENT NO. 1

On page 1, in line 2, after "Program –" insert "<u>Modifications and</u>"; in line 3, after the first "of" insert "<u>prohibiting the subsidy required under the Senior Prescription</u> <u>Drug Assistance Program from exceeding a certain amount in certain fiscal years;</u> <u>authorizing the Program to limit payments of certain subsidies under certain</u> <u>circumstances;</u>"; in line 4, after "date;" insert "<u>altering certain references to a certain</u> <u>obsolete program to clarify that the program being extended under this Act and that is</u> <u>funded by a certain carrier is the Senior Prescription Drug Assistance Program;</u> <u>making certain conforming changes;</u>"; and after line 5, insert:

"BY repealing and reenacting, with amendments,

<u>Article – Insurance</u> <u>Section 14–106(e) and 14–512</u> <u>Annotated Code of Maryland</u> (2006 Replacement Volume and 2006 Supplement)".

## AMENDMENT NO. 2

On page 1, after line 18, insert:

## "<u>14–106.</u>

(e) <u>The subsidy required under the Senior Prescription Drug Assistance</u> <u>Program may not exceed:</u>

(1) for the period of January 1, 2006 through June 30, 2006, \$8,000,000;

(2) [for fiscal year 2007, \$14,000,000;

(Over)

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# (3)] for fiscal [year] YEARS 2008 THROUGH 2010, \$14,000,000; and

[(4)] (3) for any year, the value of the nonprofit health service plan's premium tax exemption under 6–101(b) of this article.".

## AMENDMENT NO. 3

On page 2, after line 10, insert:

# "<u>14–512.</u>

(a) <u>The Program shall:</u>

(1) provide a prescription drug benefit subsidy, as determined by the Board, that may pay all or some of the deductibles, coinsurance payments, premiums, and copayments under the federal Medicare Part D Pharmaceutical Assistance Program for enrollees of the Program; and

(2) provide the subsidy to the maximum number of individuals eligible for enrollment in the Program, subject to the moneys available in the segregated account under § 14–504 of this subtitle.

# (B) THE PROGRAM MAY LIMIT PAYMENT OF ANY SUBSIDY BY PAYING THE SUBSIDY ONLY ON BEHALF OF ELIGIBLE INDIVIDUALS ENROLLED IN A MEDICARE PART D PRESCRIPTION DRUG PLAN OR MEDICARE ADVANTAGE PLAN THAT COORDINATES WITH THE PROGRAM IN ACCORDANCE WITH FEDERAL REQUIREMENTS.

[(b)] (C) The Program may annually provide an additional subsidy, up to the full amount of the Medicare Part D Prescription Drug Plan premium, for individuals who qualify for a partial federal low-income subsidy. [(c)] (D) The Program shall maintain a waiting list of individuals who meet the eligibility requirements for the Program but who are not served by the Program due to funding limitations.

- [(d)] (E) The Board shall determine annually:
  - (1) the number of individuals to be enrolled in the Program;

(2) the amount of subsidy to be provided under subsection (a) of this section; and

(3) the amount of any additional subsidy provided under subsection (b) of this section.

[(e)] (F) On or before January 1 of each year, the Board, in accordance with § 2–1246 of the State Government Article, shall report to the General Assembly on:

(1) the number of individuals on the waiting list for the Program; and

(2) to the extent that the Board is able to collect the information:

(i) the number of enrollees with out-of-pocket prescription drug costs that exceed \$2,250, broken down for each fiscal quarter; and

(ii) <u>the total annual out–of–pocket prescription drug costs for</u> <u>enrollees.</u>".

#### AMENDMENT NO. 4

On page 2, in line 29, strike "Benefits" and substitute "<u>SUBSIDIES</u>"; in line 30, after "Drug" insert "<u>ASSISTANCE</u>"; and in line 31, strike "July 1, 2003" and substitute "<u>JANUARY 1, 2006</u>".

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On page 3, in line 1, after "Drug" insert "<u>ASSISTANCE</u>"; in line 5, after "Drug" insert "<u>ASSISTANCE</u>"; and in line 6, strike "July 1, 2003" and substitute "<u>JANUARY 1,</u> <u>2006</u>".

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