SB1016/887276/1

BY: Finance Committee

<u>AMENDMENTS TO SENATE BILL 1016</u>

(First Reading File Bill)

AMENDMENT NO. 1

On page 1, in lines 2 and 3, strike "Expansion of Participating Units" and substitute "Employees of Qualifying Organizations"; strike beginning with "requiring" in line 4 down through the semicolon in line 12; and in line 13, after "organization" insert "to authorize certain nonprofit entities to qualify for participation in the State Employee and Retiree Health and Welfare Benefits Program; providing that participation by certain organizations in the Program may not impede, undermine, or conflict with certain obligations or statuses; authorizing an employee of a county board to participate in the Program"; strike beginning with "providing" in line 21 down through the second semicolon in line 22; and in line 27, strike "2–502, 2–507(a), 2–512(a)" and substitute "2–512".

On page 2, in line 3, after "Section" insert "2–502 and"; and strike in their entirety lines 6 through 10, inclusive.

AMENDMENT NO. 2

On page 3, in line 7, strike the colon; in line 8, strike "1."; strike beginning with "AND" in line 9 down through the semicolon in line 11; and strike in their entirety lines 18 through 22, inclusive.

On pages 3 and 4, strike in their entirety the lines beginning with line 29 on page 3 through line 12 on page 4, inclusive.

On page 4, in lines 16, 18, 19, and 21, in each instance, strike the bracket; in line 19, strike "(I)"; in line 21, strike "(II)"; in line 25, strike "or"; and in line 26, strike the period and substitute "; OR

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- (5) IS A NONPROFIT ORGANIZATION THAT RECEIVES STATE FUNDING FOR THE ORGANIZATION'S OPERATING EXPENSES.
- (b) The Secretary shall adopt regulations for the enrollment and participation of employees of a qualifying nonprofit organization to participate in the Program as a satellite organization.
- (c) A qualifying nonprofit organization that participates in the Program as a satellite organization shall:
 - (1) pay to the State:
 - (i) a premium in the amount determined by the Secretary; and
- (ii) any costs, as determined by the Secretary, for the administration of this Program; and
- (2) <u>determine the extent to which the organization will subsidize</u> participation by its employees in the Program.
- (D) THE PARTICIPATION OF A SATELLITE ORGANIZATION IN THE PROGRAM MAY NOT IMPEDE, UNDERMINE, OR CONFLICT WITH THE PROGRAM'S FEDERAL COMPLIANCE OBLIGATIONS OR GOVERNMENTAL AND CAFETERIA PLAN STATUS, AS DEFINED IN 26 U.S.C. § 125."

On page 5, in line 1, strike the brackets; in the same line, strike "or" and substitute a comma; in the same line, after "corporation" insert "<u>OR COUNTY BOARD</u>"; in line 11, strike "two members" and substitute "<u>one member</u>"; in line 18, strike "and"; after line 20, insert:

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"(ii) one representative of the Maryland Association of Boards of Education;";

in line 21, strike "(ii)" and substitute "(iii)"; strike in their entirety lines 22 and 23; in lines 26 and 27, strike "American Federation for State, County, and Municipal Employees" and substitute "supplemental benefits industry"; and in line 28, strike "State Education" and substitute "Retired School Personnel".

On page 6, in line 1, after "Nonprofits" insert ";

- (7) one representative of the American Federation for State, County, and Municipal Employees, appointed by the President of the American Federation for State, County, and Municipal Employees Council 3;
- (8) one representative of the Maryland State Education Association, appointed by the President of the Association;
- (9) one representative of the American Federation for State, County, and Municipal Employees, appointed by the President of the American Federation for State, County, and Municipal Employees Council 67;
- (10) one representative of the Maryland State and D.C. AFL-CIO, appointed by the President of the Maryland State and D.C. AFL-CIO; and
- (11) one representative of the AFT–Maryland, appointed by the President of AFT–Maryland";

in line 9, strike "transitioning" and substitute "<u>the State</u>,"; in line 10, strike "the State health plan" and substitute "<u>maximize value</u>"; in line 25, after "transition" insert "<u>the State</u>,"; in the same line, strike "corporation" and substitute "<u>corporations</u>"; and in line 26, strike "the State plan" and substitute "<u>new plans</u>, as applicable,".

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On page 7, strike in their entirety lines 4 through 12, inclusive; in line 13, strike "5." and substitute " $\underline{3}$."; in line 14, strike "3" and substitute " $\underline{4}$ "; and in line 15, strike " $\underline{2021}$ " and substitute " $\underline{2022}$ ".