



118th MAINE LEGISLATURE

FIRST REGULAR SESSION-1997

Legislative Document

No. 546

H.P. 401

House of Representatives, January 28, 1997

An Act to Ensure Responsible Coordination of Medical Care under Managed Care.

Reference to the Committee on Banking and Insurance suggested and ordered printed.

JOSEPH W. MAYO, Clerk

Presented by Representative MAYO of Bath. Cosponsored by Senator PARADIS of Aroostook and Representatives: DAVIDSON of Brunswick, HONEY of Boothbay, LOVETT of Scarborough, MITCHELL of Portland, THOMPSON of Naples, WINGLASS of Auburn, Senators: ABROMSON of Cumberland, MITCHELL of Penobscot.

Be it enacted by the People of the State of Maine as follows: 2 Sec. 1. 24-A MRSA §4303, sub-§2, ¶D is enacted to read: 4 D. A managed care plan may not include a clause in a provider's contract that allows the plan to terminate the б provider's contract without cause. This paragraph does not prohibit a plan from terminating a provider on the grounds 8 of excess capacity when the plan demonstrates, to the superintendent's satisfaction, that the plan complies with 10 the access standards promulgated by the superintendent. 12 SUMMARY 14 16 This bill prohibits a managed care plan from including a clause that allows the managed care plan to terminate the 18 provider's contract without cause.