

MAINE STATE LEGISLATURE

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DATE: 4-24-97

(Filing No. H-236)

BANKING AND INSURANCE

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STATE OF MAINE
HOUSE OF REPRESENTATIVES
118TH LEGISLATURE
FIRST SPECIAL SESSION

COMMITTEE AMENDMENT "A" to H.P. 794, L.D. 1082, Bill, "An Act to Ensure Fair Pricing for Consumers of Health Care Services under Managed Care Plans"

Amend the bill by striking out everything after the enacting clause and before the summary and inserting in its place the following:

'Sec. 1. 24-A MRSA §2185 is enacted to read:

§2185. Calculation of health benefits based on actual cost

All health insurance policies, health maintenance organization plans and subscriber contracts or certificates of nonprofit hospital or medical service organizations with respect to which the insurer or organization has negotiated discounts with providers must provide for the calculation of all covered health benefits, including without limitation all coinsurance, deductibles and lifetime maximum benefits, on the basis of the net negotiated cost and must fully reflect any discounts or differentials from charges otherwise applicable to the services provided. With respect to policies or plans involving risk-sharing compensation arrangements, net negotiated costs may be calculated at the time services are rendered on the basis of reasonably anticipated compensation levels and are not subject to retrospective adjustment at the time a cost settlement between a provider and the insurer or organization is finalized.'

SUMMARY

This amendment replaces the bill and expands the scope of the original bill to include all types of health care policies

COMMITTEE AMENDMENT

COMMITTEE AMENDMENT "A" to H.P. 794, L.D. 1082

2 and plans subject to state regulation. It replaces the term
"disclosed actual cost" with "net negotiated cost" and clarifies
4 that net negotiated costs for any plans involving risk-sharing
compensation arrangements be calculated at the time services are
6 rendered on the basis of reasonably anticipated compensation
levels and are not subject to retrospective adjustment at final
settlement.

COMMITTEE AMENDMENT