

| M. d.s. |    |  |                     | CORRECTED COPY, May 21, 1999<br>(Please Destroy any copy of<br>CAS-324 to L.D. 1205<br>that does not have the notation<br>"Corrected Copy") |  |  |  |
|---------|----|--|---------------------|---|--|--|--|
| ·       |    |  | L.D. 1205           |   |  |  |  |
|         | 2  | DATE: May 21, 1999   | (Filing No.         | s-3(34)   |  |  |  |
|         | 4  |  |                     |   |  |  |  |
|         | 6  | BANKING AND INSURANCE  |                     |   |  |  |  |
|         | 8  | Reported by:   |                     |   |  |  |  |
|         | 10 | Reproduced and distributed und of the Senate.  | er the direction of | f the Secretary   |  |  |  |
|         | 12 | STATE OF MAINE<br>SENATE<br>119TH LEGISLATURE  |                     |   |  |  |  |
|         | 14 |  |                     |   |  |  |  |
|         | 16 | FIRST REGULAR SESSION  |                     |   |  |  |  |
|         | 18 |  |                     | 1205 Bill "An   |  |  |  |
|         | 20 | COMMITTEE AMENDMENT " $_{\rm A}$ " to S.P. 416, L.D. 1205, Bill, "An<br>Act Concerning Access to Obstetrical and Gynecological Services<br>Provided Through Managed Care Plans"  |                     |   |  |  |  |
|         | 22 |  |                     |   |  |  |  |
|         | 24 | Amend the bill by inserting after section 3 the following:   |                     |   |  |  |  |
|         | 26 | 'Sec. 4. Expenditures in excess of allocations. Expenditures<br>required by this Act of funds other than the General Fund and the<br>Highway Fund are authorized to exceed legislative allocations<br>during the current biennium ending June 30, 2001. Appropriate<br>adjustments to basic work programs facilitating these<br>expenditures in excess of allocations must be recommended by the<br>State Budget Officer and approved by the Governor. |                     |   |  |  |  |
|         | 28 |  |                     |   |  |  |  |
|         | 30 |  |                     |   |  |  |  |
|         | 32 | Sec. 5. Appropriation. The following funds are appropriated  |                     |   |  |  |  |
|         | 34 | from the General Fund to carry out the purposes of this Act.   |                     |   |  |  |  |
|         | 36 |  | 1999-00             | ) 2000-01   |  |  |  |
|         | 38 | ADMINISTRATIVE AND FINANC<br>SERVICES, DEPARTMENT OF   | IAL                 |   |  |  |  |
|         | 40 | Salary Plan  |                     |   |  |  |  |
|         | 42 | -  | 410.000             |   |  |  |  |
|         | 44 | Personal Services  | \$13,050            | ) \$52,200  |  |  |  |
|         | 46 | Provides funds in the event<br>that costs exceed the amout<br>available as a result of   | ints                |   |  |  |  |

Page 1-LR2008(2)

**COMMITTEE AMENDMENT** 

|    | COMMITTEE AMENDMENT " $A$ " to S.P. 416, L.D. 1205   |          |          |  |  |
|----|--|----------|----------|--|--|
| 2  | additional health insurance costs associated with the  |          |          |  |  |
| 4  | mandated benefit for<br>obstetrical and gynecological<br>services.   |          |          |  |  |
| 6  | DEPARTMENT OF ADMINISTRATIVE   |          |          |  |  |
| 8  | AND FINANCIAL SERVICES   |          |          |  |  |
| 10 | TOTAL  | \$13,050 | \$52,200 |  |  |
| 12 | EDUCATION, DEPARTMENT OF   |          |          |  |  |
| 14 | <b>Retired Teachers' Health Insurance</b>  |          |          |  |  |
| 16 | All Other  |          | \$4,385  |  |  |
| 18 | Provides funds for the   |          |          |  |  |
| 20 | State's share of the costs associated with the mandated  |          |          |  |  |
| 22 | benefit for obstetrical and gynecological services.  |          |          |  |  |
| 24 | DEPARTMENT OF EDUCATION<br>TOTAL   |          | \$4,385  |  |  |
| 26 |  |          | • - •    |  |  |
| 28 | TOTAL APPROPRIATIONS   | \$13,050 | \$56,585 |  |  |
| 30 | Sec. 6. Allocation. The following funds are allocated from the Highway Fund to carry out the purposes of this Act. |          |          |  |  |
| 32 |  |          | 2000 01  |  |  |
| 34 |  | 1999-00  | 2000-01  |  |  |
| 36 | ADMINISTRATIVE AND FINANCIAL<br>SERVICES, DEPARTMENT OF  |          |          |  |  |
| 38 | Salary Plan  |          |          |  |  |
| 40 | Personal Services  | \$5,850  | \$23,400 |  |  |
| 42 | Provides funds in the event<br>that costs exceed the amounts   |          |          |  |  |
| 44 | available as a result of the additional health insurance   |          |          |  |  |
| 46 | costs associated with the  |          |          |  |  |
| 48 | mandated benefit for<br>obstetrical and gynecological  |          |          |  |  |
| 50 | services.'   |          |          |  |  |

R. d.S.

Page 2-LR2008(2)

## COMMITTEE AMENDMENT

COMMITTEE AMENDMENT "#" to S.P. 416, L.D. 1205

Further amend the bill by relettering or renumbering any nonconsecutive Part letter or section number to read
 consecutively.

- 6 Further amend the bill by inserting at the end before the summary the following:
  - **'FISCAL NOTE**

12

18

34

10

8

R. d.S.

1999-00 2000-01

## 14 APPROPRIATIONS/ALLOCATIONS

| 16 | General Fund | \$13,050 | \$56,585 |
|----|--------------|----------|----------|
|    | Highway Fund | 5,850    | 23,400   |

This mandated benefit concerning access to obstetrical and 20 gynecological services will increase health insurance costs for the State by approximately \$124,385 on an annual basis. This 22 includes costs to the state employee health insurance plan of \$120,000 and 30% of the costs to the retired teachers' health 24 insurance plan totaling \$4,385. These estimates are based on information included in the review of this bill by the Bureau of 26 Insurance. Future costs may vary from these estimates depending on the experience of the health insurance plans as they are 28 affected by this mandated benefit.

This bill includes a General Fund appropriation of \$4,385 in fiscal year 2000-01 to provide funding for the State's share of
 the estimated increases in premiums for retired teachers' health insurance.

The total costs to the state employee health insurance plan 36 are estimated to be \$30,000 in fiscal year 1999-00 and \$120,000 in fiscal year 2000-01. Additional General Fund appropriations 38 of \$13,050 in fiscal year 1999-00 and \$52,200 in fiscal year 2000-01 are appropriated to the Salary Plan program within the 40 Department of Administrative and Financial Services to reserve funds in the event that amounts available in General Fund 42 programs are insufficient to fund the estimated General Fund share of the increase of health insurance costs. Similarly, 44 Highway Fund allocations of \$5,850 in fiscal year 1999-00 and \$23,400 in fiscal year 2000-01 are allocated to the Salary Plan 46 program within the Department of Administrative and Financial Services to reserve funds in the event that amounts available in 48 Highway Fund programs are insufficient to fund the estimated

Page 3-LR2008(2)

## COMMITTEE AMENDMENT

COMMITTEE AMENDMENT "A" to S.P. 416, L.D. 1205

Highway Fund share of the increase of health insurance costs.
For programs funded with funding sources other than the General Fund and Highway Fund, language is included to authorize
expenditures in excess of allocations.

6 The Bureau of Insurance within the Department of Professional and Financial Regulation will incur some minor 8 additional costs to review an increased number of contract filings for compliance. These costs can be absorbed within the 10 bureau's existing budgeted resources.'

12

14

R. d. S.

## **SUMMARY**

This amendment adds an appropriation section, an allocation 16 section and a fiscal note to the bill.

٠

Page 4-LR2008(2)

