

EXHIBIT NO. 12DATE: 1-21-05BILL NO. SB154

Proposed Amendments  
Senate Bill No. 154  
Introduced Bill

Prepared by Greg Gould, BCBSMT  
01/21/2005 1:45 PM

Submitted by  
Tanya Abk

1. Section 1, page 1, line 16

Following: "53-4-1007. (Temporary)"

Insert: "**Program structure – department**"

Strike: "Department"

2. Section 1, page 1, line 16

Following: "Department may contract for"

Insert: "**administrative or health**"

3. Section 1, page 1, line 16

Following: "(1)"

Insert: "In operating the program and providing health services, the department may:

(a) directly provide administrative services and pay providers on a fee for service basis from program funds;

(b) pay providers on a fee for service basis from program funds and contract with an insurance company or other entity to provide administrative services, including but not limited to processing and payment of claims with program funds;

(c) purchase health coverage for eligible children from an insurance company or other entity on a premium, capitation or other appropriate basis; or

(d) purchase health coverage as provided in subsection (c) for some types of health services and contract directly with providers for other types of health services on a fee for service basis from program funds."

4. Section 1, page 1, line 16

Before: "The department"

Insert: "(2)"

5. Section 1, page 1, line 16

Before: "department"

Strike: "The"

Insert: "If the"

6. Section 1, page 1, lines 16-17

Following: "department"

Strike: "public health and human services may administer the program directly or contract with insurance companies or other entities to provide services for a set"

Insert: "contracts with an insurance company or other entity to provide administrative services, contractor compensation may be a"

7. Section 1, page 1, lines 20-23

Strike: “(2) The department of public health and human services may contract for a health care service based on a fee for service when the department does not contract for a health care service through an insurance plan, a health maintenance organization, or a managed care plan. The If the department contracts with another entity or entities to provide services as provided in subsection (1)”

Insert: “(3) Before the department may pay providers for health services on a fee for service basis from program funds”

8. Section 1, page 1, line 23

Following: “shall first offer ~~the insurer~~”

Insert: “insurance companies and other entities”

9. Section 1, page 1, line 24

Following: “negotiate”

Strike: “a contract price prior to purchasing a health care service on a fee-for-service basis to the entity or entities that contract with the department”

Insert: “an agreement for the provision of health coverage for eligible children on a premium, capitation or other appropriate basis”

10. Section 1, page 1, line 26

Strike: “(3)”

Insert: “(4)”

11. Section 1, page 1, line 26

Following: “department”

Strike: “of public health and human services”

Insert: “directly provides administrative services pursuant to subsection (1)(a) or”

12. Section 1, page 1, line 27

Strike: “administer the program”

Insert: “provide administrative services pursuant to subsection (1)(b)”

13. Section 1, page 1, lines 28-29

Following: “not less than”

Strike: “the premium”

Insert: “program funds”

Following: “12%”

Insert: “of program funds”

14. Section 1, page 1, line 30

Following: “any”

Strike: “premium”

Insert: “program funds”

15. Section 1, page 2, line 1

Following: "administrative expenses"

Strike: "of the contract by the insurance company or other entity"

16. Section 1, page 2, line 2

Following: "used"

Strike: "by the insurance company or other entity"

17. Section 1, page 2, line 4

Strike: "premiums"

Insert: "cost sharing"

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