

(3) (i) For eligible individuals whose family income is at or above 185 percent of the federal poverty level, the Department shall develop an annual family contribution amount payment system such that the cost of the family contribution is at least 1 percent of the annual family income but does not exceed 2 percent of the annual family income.

(ii) The Department shall determine by regulation the schedules and the method of collection for the family contribution amount under subparagraph (i) of this paragraph.

(iii) Before collecting a family contribution from any individual, the Department shall provide the individual with notice of the requirements of the family contribution amount and the options available to the individual to make premium payments.]

SECTION 2. AND BE IT FURTHER ENACTED, That the Laws of Maryland read as follows:

### **Article - Health - General**

15-101.

(f) "Managed care organization" means:

(1) A certified health maintenance organization that is authorized to receive medical assistance prepaid capitation payments; or

(2) A corporation that:

(i) Is a managed care system that is authorized to receive medical assistance prepaid capitation payments;

(ii) Enrolls only program recipients or individuals or families served under the [Children and Families Health Care Program] MARYLAND CHILDREN'S HEALTH PROGRAM; and

(iii) Is subject to the requirements of § 15-102.4 of this title.

15-103.

(a) (2) The Program:

(i) Subject to the limitations of the State budget, shall provide comprehensive medical and other health care services for indigent individuals or medically indigent individuals or both;

(ii) Shall provide, subject to the limitations of the State budget, comprehensive medical and other health care services for all eligible pregnant women whose family income is at or below [200] 250 percent of the poverty level, as permitted by the federal law;