the State certain group health insurance policies or contracts to certain employers to provide certain notice to the employers prior to entering into the contract or policy; specifying the contents of the notice; defining certain terms; and generally relating to the Maryland Small Business Group Health Insurance Plan notice requirements for certain group health insurance coverage.

BY adding to

Article 48A - Insurance Code

Section 616A through 616H, inclusive, to be under the new subtitle "45A. Maryland Small Business Group Health Insurance Plan" 490M

Annotated Code of Maryland

(1986 Replacement Volume and 1989 Supplement)

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:

Article 48A - Insurance Code

45A. MARYLAND SMALL BUSINESS GROUP HEALTH INSURANCE PLAN 616A.

- (A) IN THIS SUBTITLE THE FOLLOWING WORDS HAVE THE MEANINGS INDICATED:
- (B) "BOARD" MEANS THE MARYLAND SMALL BUSINESS GROUP HEALTH INSURANCE BOARD.
- (C) "GROUP PLAN" MEANS ANY INSURED OR SELF INSURED GROUP HEALTH BENEFIT PROGRAM PROVIDED IN THE STATE BY ANY PERSON, INCLUDING AN EMPLOYER, ASSOCIATION, INSURANCE COMPANY, OR NONPROFIT HEALTH SERVICE PLAN.
 - (D) "MEMBER" MEANS ANY INDIVIDUAL WHO:
 - (1) IS EMPLOYED BY A SMALL BUSINESS;
- (2) ELECTS TO RECEIVE BENEFITS, AND PAYS THE PREMIUMS ESTABLISHED UNDER THE PLAN;
 - (3) IS A RESIDENT OF THE STATE;
- (4) IS NOT ELIGIBLE FOR HOSPITAL, MEDICAL, OR SURGICAL BENEFITS UNDER ANY GROUP PLAN, OTHER THAN THE PLAN;
- (5) IS NOT ENTITLED TO BENEFITS UNDER TITLE XVIII OF THE SOCIAL SECURITY ACT; AND
- (6) HAS NOT VOLUNTARILY TERMINATED COVERAGE UNDER THE PLAN WITHIN THE PAST 12 MONTHS.