

certificate of need process, the State Health Plan, institution specific studies, and any other issues relating to health care cost containment raised or addressed in Chapter 102 (HB 1068/SB 494), Chapter 107 (HB 1069/SB 492), Chapter 108 (HB 1071/SB 490), Chapter 111 (HB 1072/SB 493), and Chapter 112 (HB 1073/SB 495) of the Laws of 1985. This Section shall terminate and be of no effect on June 1, 1990.

SECTION 2 3- 5. AND BE IT FURTHER ENACTED, That this Act shall take effect June 1, 1985.

Approved May 21, 1985.

CHAPTER 110

(House Bill 1070)

AN ACT concerning

Health Care Cost Containment - Health Insurance

FOR the purpose of requiring certain insurers that offer different benefits to an insured or beneficiary who utilizes certain low-cost hospitals to base its designation of a low-cost hospital on certain information; providing for certain exclusions from this information; prohibiting the subsidization of certain benefits from certain premiums; limiting certain health care provider representation on the Board of Directors of certain nonprofit health service plans to a certain percentage; providing for a certain exception; and generally relating to the regulation of health care costs in health insurance.

BY adding to

Article 48A - Insurance Code
Section 356B, 361G, 438C, and 477CC
Annotated Code of Maryland
(1979 Replacement Volume and 1984 Supplement)

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

Article 48A - Insurance Code

356B.

(A) ANY NONPROFIT HEALTH SERVICE PLAN PROVIDING HOSPITAL BENEFITS IN THIS STATE THAT OFFERS BENEFITS TO AN INSURED OR