under certain conditions; requiring that the audits be conducted at a certain frequency; authorizing the Department to contract with an entity to perform the audits; requiring the Department to use certain procurement procedures-when making certain contracts; requiring audit contracts to include certain items; prohibiting audit contractors from being compensated in a certain manner; requiring audit contractors to complete certain reports on a certain frequency; requiring certain reports to include certain items; authorizing the Secretary to establish certain appeals boards; designating the membership of the appeals boards; authorizing a nursing home to appeal the final report of a third party liability audit within a certain time period; requiring a certain individual within the Department to conduct a certain review of a certain appeal by a nursing home and issue a certain report; authorizing a nursing home to appeal the results of a certain report to the Nursing Home Appeal Board within a certain time period; requiring State general funds recovered through third party liability audits to be deposited into the Account; authorizing the Department to adopt regulations regarding third party liability reviews and audits; requiring the Department of Health and Mental Hygiene and the Department of Human Resources to conduct a study of the Medical Assistance Program eligibility process for nursing home residents; requiring the Department of Health and Mental Hygiene and the Department of Human Resources to submit a report to the Governor and certain committees of the General Assembly on or before a certain date; and generally relating to third party liability reviews and audits of nursing homes.

BY repealing and reenacting, with amendments,

Article Health General

Section 19 1407(a) and (b)

Annotated Code of Maryland

(2000 Replacement Volume and 2002 Supplement)

BY adding to

Article - Health - General

Section 19-14A-01 through 19-14A-06 19-14A-04, inclusive, to be under the new subtitle "Subtitle 14A. Third Party Liability Reviews and Audits of Nursing Homes"

Annotated Code of Maryland

(2000 Replacement Volume and 2002 Supplement)

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

Article - Health - General

19 1407

- (a) (1) There is a Health Care Quality Account established in the Department.
 - (2) The Account shall be funded by: