

Health and Welfare Benefits Program; providing for the termination of this Act; and generally relating to eligibility of employees of qualifying not-for-profit organizations to enroll and participate in the State Employee and Retiree Health and Welfare Benefits Program.

BY repealing and reenacting, without amendments,

Article – State Personnel and Pensions

Section 2-501

Annotated Code of Maryland

(1997 Replacement Volume and 2001 Supplement)

BY repealing and reenacting, with amendments,

Article – State Personnel and Pensions

Section 2-512

Annotated Code of Maryland

(1997 Replacement Volume and 2001 Supplement)

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

Article – State Personnel and Pensions

2-501.

(a) In this subtitle the following terms have the meanings indicated.

(b) “Program” means the State Employee and Retiree Health and Welfare Benefits Program.

(c) “Satellite organization” means any organization or entity whose employees are eligible to participate in the State Employee and Retiree Health and Welfare Benefits Program as a separate account.

2-512.

(a) In this section, “qualifying not-for-profit organization” means an organization that:

(1) (I) receives State funds from the Department of Health and Mental Hygiene ~~OR THE DEPARTMENT OF HUMAN RESOURCES~~ that cover more than ~~one-third~~ 25% of the organization’s operating expenses; and

~~(2)~~ (II) is:

~~(i)~~ 1. described in § 501(c)(3) of the Internal Revenue Code; and

~~(ii)~~ 2. exempt from income tax under § 501(a) of the Internal Revenue Code; OR

(2) IS THE LEGAL AID BUREAU, INC.