# **SENATE BILL 848**

### J1, J5, J4

By: Senator Guzzone

Introduced and read first time: January 28, 2025 Assigned to: Finance and Budget and Taxation

# A BILL ENTITLED

1 AN ACT concerning

#### $\mathbf{2}$

## Public Health Abortion Grant Program – Establishment

- 3 FOR the purpose of establishing the Public Health Abortion Grant Program to provide grants to improve access to abortion care clinical services for individuals in the State; 4  $\mathbf{5}$ establishing the Public Health Abortion Grant Program Fund as a special, 6 nonlapsing fund to provide grants under the Public Health Abortion Grant Program; 7 requiring that certain premium funds collected by health insurance carriers be used 8 to provide certain coverage and to support improving access to abortion care clinical 9 services under certain circumstances; and generally relating to the Public Health Abortion Grant Program and Fund. 10
- 11 BY adding to
- 12 Article Insurance
- 13 Section 15–147
- 14 Annotated Code of Maryland
- 15 (2017 Replacement Volume and 2024 Supplement)
- 16 BY adding to
- 17 Article Health General
- Section 13–5501 through 13–5503 to be under the new subtitle "Subtitle 55. Public
   Health Abortion Grant Program"
- 20 Annotated Code of Maryland
- 21 (2023 Replacement Volume and 2024 Supplement)
- 22 BY repealing and reenacting, without amendments,
- 23 Article State Finance and Procurement
- 24 Section 6–226(a)(2)(i)
- 25 Annotated Code of Maryland
- 26 (2021 Replacement Volume and 2024 Supplement)
- 27 BY repealing and reenacting, with amendments,

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW. [Brackets] indicate matter deleted from existing law.



5lr2767 CF HB 930

$1 \\ 2$	Article – State Finance and Procurement Section 6–226(a)(2)(ii)204. and 205.
$\frac{3}{4}$	Annotated Code of Maryland (2021 Replacement Volume and 2024 Supplement)
т	(2021 Replacement Volume and 2024 Supplement)
5	BY adding to
6	Article – State Finance and Procurement
7	Section 6–226(a)(2)(ii)206.
8	Annotated Code of Maryland
9	(2021 Replacement Volume and 2024 Supplement)
10	SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
11	That the Laws of Maryland read as follows:
12	Article – Insurance
13	15–147.
14	(A) THIS SECTION APPLIES TO:
15	(1) INSURERS AND NONPROFIT HEALTH SERVICE PLANS THAT
16	PROVIDE HOSPITAL, MEDICAL, OR SURGICAL BENEFITS TO INDIVIDUALS OR GROUPS
17	ON AN EXPENSE-INCURRED BASIS UNDER HEALTH INSURANCE POLICIES OR
18	CONTRACTS THAT ARE ISSUED OR DELIVERED IN THE STATE; AND
19	(2) HEALTH MAINTENANCE ORGANIZATIONS THAT PROVIDE
20	HOSPITAL, MEDICAL, OR SURGICAL BENEFITS TO INDIVIDUALS OR GROUPS UNDER
20 21	CONTRACTS THAT ARE ISSUED OR DELIVERED IN THE STATE.
22	(B) (1) ANY PREMIUM FUNDS COLLECTED BY AN ENTITY SUBJECT TO
$\overline{23}$	THIS SECTION FOR ABORTION COVERAGE IN ACCORDANCE WITH § 1303(B)(2)(B)
$\overline{24}$	AND (C) OF THE FEDERAL PATIENT PROTECTION AND AFFORDABLE CARE ACT
25	SHALL BE USED:
26	(I) TO PROVIDE COVERAGE FOR ABORTION CARE CLINICAL
$\frac{20}{27}$	SERVICES FOR INSUREDS OR ENROLLEES IN ACCORDANCE WITH § 15–857 OF THIS
	· ·
28	TITLE; AND
29	(II) IN ACCORDANCE WITH PARAGRAPH (2) OF THIS
30	SUBSECTION.
0.1	
31	(2) IF AFTER THE 12–MONTH PERIOD FOLLOWING THE END OF A PLAN
32	YEAR THE AMOUNT OF THE ENDING BALANCE OF A SEGREGATED ACCOUNT
33	ESTABLISHED FOR COVERAGE OF ABORTION CARE CLINICAL SERVICES EXCEEDS
34	DISBURSEMENTS, 90% OF THE ENDING BALANCE SHALL BE USED TO SUPPORT

 $\mathbf{2}$ 

1 COVERAGE OF ABORTION CARE CLINICAL SERVICES FOR WHICH THE USE OF 2 FEDERAL FUNDS IS PROHIBITED.

3 (C) ON OR BEFORE MARCH 1 EACH YEAR, AN ENTITY SUBJECT TO THIS 4 SECTION SHALL SUBMIT TO THE COMMISSIONER AN ACCOUNTING OF RECEIPTS, 5 DISBURSEMENTS, ACCRUED INTEREST, AND THE YEAR-END BALANCE FOR 6 SEGREGATED ACCOUNTS ESTABLISHED BY THE ENTITY UNDER § 1303(B)(2)(B) AND 7 (C) OF THE FEDERAL PATIENT PROTECTION AND AFFORDABLE CARE ACT:

8

(1) ON A FORM APPROVED BY THE COMMISSIONER; AND

9 (2) WITH ANY RELATED DOCUMENTATION REQUIRED BY THE 10 COMMISSIONER.

11 (D) (1) SUBJECT TO PARAGRAPH (2) OF THIS SUBSECTION, THE 12 COMMISSIONER SHALL ORDER THE TRANSFER OF FUNDS FROM EACH ENTITY'S 13 SEGREGATED ACCOUNT ESTABLISHED BY THE ENTITY FOR COVERAGE OF ABORTION 14 CARE CLINICAL SERVICES TO THE PUBLIC HEALTH ABORTION GRANT PROGRAM 15 FUND ESTABLISHED UNDER § 13–5503 OF THE HEALTH – GENERAL ARTICLE IN THE 16 FOLLOWING AMOUNTS:

17 (I) ON OR BEFORE SEPTEMBER 1, 2025, 90% OF THE AMOUNT 18 OF THE ENDING BALANCE OF THE SEGREGATED ACCOUNT THAT EXCEEDS 19 DISBURSEMENTS FOR EACH OF PLAN YEARS 2014 THROUGH 2023; AND

(II) ON OR BEFORE JULY 1 EACH YEAR, BEGINNING IN 2026,
 90% OF THE AMOUNT OF THE ENDING BALANCE OF A SEGREGATED ACCOUNT THAT
 EXCEEDS DISBURSEMENTS AFTER THE 15–MONTH PERIOD FOLLOWING THE END OF
 A PLAN YEAR.

(2) (I) THE AMOUNT ORDERED TO BE TRANSFERRED UNDER
 PARAGRAPH (1)(I) OF THIS SUBSECTION SHALL INCLUDE THE AMOUNT OF INTEREST
 ACCRUED TO THE SEGREGATED ACCOUNT AS OF DECEMBER 31, 2025.

(II) THE AMOUNT ORDERED TO BE TRANSFERRED UNDER
PARAGRAPH (1)(II) OF THIS SUBSECTION SHALL INCLUDE THE AMOUNT OF
INTEREST ACCRUED TO THE SEGREGATED ACCOUNT AS OF DECEMBER 31 OF THE
IMMEDIATELY PRECEDING CALENDAR YEAR.

31 (E) A PARTY AGGRIEVED BY AN ORDER OF THE COMMISSIONER UNDER THIS 32 SECTION HAS THE RIGHT TO A HEARING AND THE RIGHT TO APPEAL FROM THE 33 ORDER OF THE COMMISSIONER UNDER §§ 2–210 THROUGH 2–215 OF THIS ARTICLE.

	4 SENATE BILL 848
1	Article – Health – General
2	SUBTITLE 55. PUBLIC HEALTH ABORTION GRANT PROGRAM.
3	13-5501.
4 5	(A) IN THIS SUBTITLE THE FOLLOWING WORDS HAVE THE MEANINGS INDICATED.
6	(B) "ELIGIBLE ORGANIZATION" MEANS AN ORGANIZATION THAT:
7 8 9	(1) (I) 1. IS OWNED BY OR EMPLOYS HEALTH CARE PRACTITIONERS WHO ARE AUTHORIZED TO PRACTICE UNDER THE HEALTH OCCUPATIONS ARTICLE; AND
10 11	2. PROVIDES EQUITABLE ACCESS TO ABORTION CARE CLINICAL SERVICES FOR INDIVIDUALS WITHOUT SUFFICIENT RESOURCES; OR
12 13 14	(II) ADMINISTERS A FUND TO PROVIDE EQUITABLE ACCESS TO ABORTION CARE CLINICAL SERVICES FOR INDIVIDUALS WITHOUT SUFFICIENT RESOURCES;
$\begin{array}{c} 15\\ 16\end{array}$	(2) IS IN GOOD STANDING IN THE STATE OR JURISDICTION IN WHICH THE ORGANIZATION IS REGISTERED OR INCORPORATED; AND
17 18	(3) HAS POLICIES THAT DO NOT RESTRICT ACCESS TO ABORTION CARE AND ARE CONSISTENT WITH TITLE 20, SUBTITLE 2 OF THIS ARTICLE.
19 20	(C) "FUND" MEANS THE PUBLIC HEALTH ABORTION GRANT PROGRAM FUND.
$\begin{array}{c} 21 \\ 22 \end{array}$	(D) "INDIVIDUALS WITHOUT SUFFICIENT RESOURCES" MEANS INDIVIDUALS WHO ARE:
23	(1) UNINSURED;
$\begin{array}{c} 24 \\ 25 \end{array}$	(2) UNDERINSURED, WITHOUT SUFFICIENT ABORTION COVERAGE; OR
26 27	(3) UNABLE TO USE THEIR INSURANCE DUE TO THE RISKS POSED BY COMMUNICATION FROM INSURANCE CARRIERS REGARDING COVERAGE.

1 (E) "PROGRAM" MEANS THE PUBLIC HEALTH ABORTION GRANT 2 PROGRAM.

3 **13–5502.** 

4

(A) THERE IS A PUBLIC HEALTH ABORTION GRANT PROGRAM.

5 (B) THE PURPOSE OF THE PROGRAM IS TO PROVIDE GRANTS TO IMPROVE 6 ACCESS TO ABORTION CARE CLINICAL SERVICES FOR INDIVIDUALS IN THE STATE.

7 (C) (1) THE SECRETARY SHALL PROVIDE OPERATING GRANTS TO 8 ELIGIBLE ORGANIZATIONS TO SUPPORT EQUITABLE ACCESS TO ABORTION CARE 9 CLINICAL SERVICES ACROSS THE STATE.

10 (2) GRANT FUNDS PROVIDED UNDER THE PROGRAM SHALL BE USED 11 TO SUPPORT ABORTION CARE CLINICAL SERVICES FOR WHICH FEDERAL FUNDING 12 IS PROHIBITED FOR INDIVIDUALS WITHOUT SUFFICIENT RESOURCES, INCLUDING 13 TO COVER REASONABLE ADMINISTRATIVE COSTS OF MANAGING SERVICES 14 PROVIDED UNDER THE GRANT.

15 (D) THE DEPARTMENT SHALL AWARD AT LEAST 90% OF THE FUNDS 16 APPROPRIATED FOR THE PROGRAM AS GRANTS TO ELIGIBLE ORGANIZATIONS.

17 (E) THE DEPARTMENT MAY NOT:

18 (1) RELEASE, PUBLISH, OR OTHERWISE DISCLOSE ANY IDENTIFYING
 19 INFORMATION FOR:

(I) THE STAFF OF AN ELIGIBLE ORGANIZATION THAT APPLIES
FOR OR RECEIVES A GRANT OR REIMBURSEMENT FROM GRANT FUNDING UNDER
THE PROGRAM; OR

(II) AN INDIVIDUAL HEALTH CARE PRACTITIONER OR STAFF
 WHO PROVIDES ABORTION CARE CLINICAL SERVICES FOR AN ELIGIBLE
 ORGANIZATION THAT RECEIVES A GRANT OR REIMBURSEMENT FROM GRANT
 FUNDING UNDER THE PROGRAM; OR

(2) COLLECT IDENTIFYING INFORMATION FOR INDIVIDUALS WHO
 REQUEST OR OBTAIN SUPPORT FOR ABORTION CARE CLINICAL SERVICES FROM AN
 ELIGIBLE ORGANIZATION AWARDED A GRANT UNDER THE PROGRAM.

30 (F) THE DEPARTMENT MAY NOT:

1(1)**RESTRICT THE USE OF FUNDS GRANTED UNDER THE PROGRAM IN**2A MANNER THAT IS INCONSISTENT WITH TITLE 20, SUBTITLE 2 OF THIS ARTICLE; OR

3 (2) ALLOW AN ELIGIBLE ORGANIZATION THAT IS AWARDED A GRANT
 4 UNDER THE PROGRAM TO RESTRICT THE USE OF FUNDS IN A MANNER THAT IS
 5 INCONSISTENT WITH TITLE 20, SUBTITLE 2 OF THIS ARTICLE.

6 (G) THE DEPARTMENT SHALL DEVELOP STANDARDS FOR THE GRANTS TO 7 ENSURE FUNDS ARE BEING USED IN ACCORDANCE WITH THE REQUIREMENTS OF 8 THIS SECTION.

9 **13–5503.** 

10 (A) THERE IS A PUBLIC HEALTH ABORTION GRANT PROGRAM FUND.

11 (B) THE PURPOSE OF THE FUND IS TO PROVIDE GRANTS UNDER THE 12 PROGRAM.

13 (C) THE SECRETARY SHALL ADMINISTER THE FUND.

14 (D) (1) THE FUND IS A SPECIAL, NONLAPSING FUND THAT IS NOT 15 SUBJECT TO § 7–302 OF THE STATE FINANCE AND PROCUREMENT ARTICLE.

16 (2) THE STATE TREASURER SHALL HOLD THE FUND SEPARATELY, 17 AND THE COMPTROLLER SHALL ACCOUNT FOR THE FUND.

18 (E) THE FUND CONSISTS OF:

19 (1) MONEY TRANSFERRED TO THE FUND UNDER § 15–147 OF THE 20 INSURANCE ARTICLE;

- 21 (2) MONEY APPROPRIATED IN THE STATE BUDGET TO THE FUND;
- 22 (3) INTEREST EARNINGS OF THE FUND; AND

23(4)ANY OTHER MONEY FROM ANY OTHER SOURCE ACCEPTED FOR24THE BENEFIT OF THE FUND.

25 (F) THE FUND MAY BE USED ONLY FOR THE PROGRAM.

26 (G) (1) THE STATE TREASURER SHALL INVEST THE MONEY OF THE FUND 27 IN THE SAME MANNER AS OTHER STATE MONEY MAY BE INVESTED.

#### **SENATE BILL 848**

1 (2) ANY INTEREST EARNINGS OF THE FUND SHALL BE CREDITED TO 2 THE FUND.

3 (H) EXPENDITURES FROM THE FUND MAY BE MADE ONLY IN ACCORDANCE 4 WITH THE STATE BUDGET.

5 (I) ON OR BEFORE OCTOBER 1, 2025, THE GOVERNOR SHALL ALLOCATE TO 6 THE PROGRAM BY BUDGET AMENDMENT \$2,000,000 IN FUNDING AS REQUIRED TO 7 BE TRANSFERRED TO THE FUND UNDER § 15–147(D)(1)(I) OF THE INSURANCE 8 ARTICLE.

9 (J) BEGINNING IN FISCAL YEAR 2027, THE GOVERNOR SHALL INCLUDE IN 10 THE ANNUAL BUDGET BILL AN APPROPRIATION FOR THE FUND THAT IS AT LEAST 11 EQUAL TO THE FUNDING REQUIRED TO BE TRANSFERRED TO THE FUND UNDER § 12 15–147(D)(1)(II) OF THE INSURANCE ARTICLE.

## 13 Article – State Finance and Procurement

14 6-226.

15 (a) (2) (i) 1. This subparagraph does not apply in fiscal years 2024 16 through 2028.

17 2. Notwithstanding any other provision of law, and unless 18 inconsistent with a federal law, grant agreement, or other federal requirement or with the 19 terms of a gift or settlement agreement, net interest on all State money allocated by the 20 State Treasurer under this section to special funds or accounts, and otherwise entitled to 21 receive interest earnings, as accounted for by the Comptroller, shall accrue to the General 22 Fund of the State.

(ii) (ii) The provisions of subparagraph (i) of this paragraph do not applyto the following funds:

- 25204. the Victims of Domestic Violence Program Grant Fund;26 [and]
- 27 205. the Proposed Programs Collaborative Grant Fund; AND

28206. THE PUBLIC HEALTH ABORTION GRANT PROGRAM29FUND.

## 30 SECTION 2. AND BE IT FURTHER ENACTED, That:

(a) If, on or before June 30, 2031, the Centers for Medicare and Medicaid Services
 advises the Maryland Insurance Administration that the provisions of Section 1 of this Act

#### **SENATE BILL 848**

violate § 1303 of the federal Patient Protection and Affordable Care Act, Section 1 of this
 Act, with no further action required by the General Assembly, shall be abrogated and of no
 further force and effect.

4 (b) The Maryland Insurance Administration shall notify the Department of 5 Legislative Services within 5 days after receiving notice that Section 1 of this Act violates 6 § 1303 of the federal Patient Protection and Affordable Care Act.

SECTION 3. AND BE IT FURTHER ENACTED, That this Act shall take effect July
 1, 2025.

#### 8