## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## HOUSE BILL No. 2585 Session of 2022

INTRODUCED BY PICKETT, DeLUCA, BOBACK, COOK, SCHLEGEL CULVER, EMRICK, HENNESSEY, R. MACKENZIE, MCNEILL, MENTZER, NEILSON, ROWE, SAYLOR, SCHLOSSBERG AND STURLA, MAY 6, 2022

REFERRED TO COMMITTEE ON INSURANCE, MAY 6, 2022

## AN ACT

1 2 3 4 5 6 7 8 9 10 11 12 13	Amending the act of May 17, 1921 (P.L.682, No.284), entitled "An act relating to insurance; amending, revising, and consolidating the law providing for the incorporation of insurance companies, and the regulation, supervision, and protection of home and foreign insurance companies, Lloyds associations, reciprocal and inter-insurance exchanges, and fire insurance rating bureaus, and the regulation and supervision of insurance carried by such companies, associations, and exchanges, including insurance carried by the State Workmen's Insurance Fund; providing penalties; and repealing existing laws," in comprehensive health care for uninsured children, further providing for contracts and coverage packages.
14	The General Assembly of the Commonwealth of Pennsylvania
15	hereby enacts as follows:
16	Section 1. Section 2304-A(b)(2) and (c) of the act of May
17	17, 1921 (P.L.682, No.284), known as The Insurance Company Law
18	of 1921, are amended to read:
19	Section 2304-A. Contracts and coverage packages.
20	* * *
21	(b) Solicitation of contractsThe department must solicit
22	bids and award contracts through a competitive procurement
23	process in accordance with the following:

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\* \* \*

(2) To the fullest extent practicable, the department
must require that a contractor comply with all procedures
relating to coordination of health care services as required
by the department or the Insurance Department. <u>The following</u>
<u>apply:</u>

7 (i) The department may not develop or utilize bidding or service zones that limit a health service 8 corporation or hospital plan corporation contractor from 9 10 submitting a bid. 11 (ii) If a health service corporation or hospital 12 plan corporation is only able to service certain counties 13 in this Commonwealth, the department shall solicit and 14 accept bids from any health service corporation or hospital plan corporation for those counties in which it 15 16 provides services. 17 (iii) The department may not exclude or limit a

18 <u>health service corporation or hospital plan corporation</u>
19 <u>from submitting a bid to service a county in this</u>

20 <u>Commonwealth.</u>

21 \* \* \*

22 (c) Bidding.--Upon receipt of a solicitation from the 23 department, each health service corporation and hospital plan 24 corporation [or their] shall directly, or at the corporation's discretion through their affiliated entities doing business in 25 26 this Commonwealth [shall], submit a bid or proposal to the department to carry out the purposes of this article in the area 27 serviced by the corporation. If a health service corporation or 28 29 hospital plan corporation directly submits a bid or proposal, the bid or proposal shall be for those counties in which it is 30

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- 1 permitted to offer its products.
- 2 \* \* \*
- 3 Section 2. This act shall take effect immediately.