
THE GENERAL ASSEMBLY OF PENNSYLVANIA

SENATE BILL

No. 1235 Session of
2022

INTRODUCED BY DiSANTO, STREET, GORDNER, SCHWANK, PHILLIPS-HILL
AND MARTIN, MAY 18, 2022

REFERRED TO BANKING AND INSURANCE, MAY 18, 2022

AN ACT

1 Amending the act of May 17, 1921 (P.L.682, No.284), entitled "An
2 act relating to insurance; amending, revising, and
3 consolidating the law providing for the incorporation of
4 insurance companies, and the regulation, supervision, and
5 protection of home and foreign insurance companies, Lloyds
6 associations, reciprocal and inter-insurance exchanges, and
7 fire insurance rating bureaus, and the regulation and
8 supervision of insurance carried by such companies,
9 associations, and exchanges, including insurance carried by
10 the State Workmen's Insurance Fund; providing penalties; and
11 repealing existing laws," in comprehensive health care for
12 uninsured children, further providing for contracts and
13 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 contracts.--The department must solicit
22 bids and award contracts through a competitive procurement
23 process in accordance with the following:

1 * * *

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

7 (i) The department may not develop or utilize
8 bidding or service zones that limit a health service
9 corporation or hospital plan corporation contractor from
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
15 hospital plan corporation for those counties in which it
16 provides services.

17 (iii) The department may not exclude or limit a
18 health service corporation or hospital plan corporation
19 from submitting a bid to service a county in this
20 Commonwealth.

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
25 discretion through their affiliated entities doing business in
26 this Commonwealth [shall], submit a bid or proposal to the
27 department to carry out the purposes of this article in the area
28 serviced by the corporation. If a health service corporation or
29 hospital plan corporation directly submits a bid or proposal,
30 the bid or proposal shall be for those counties in which it is

1 permitted to offer its products.

2 * * *

3 Section 2. This act shall take effect immediately.