HB 3410-A5 (LC 3280) 6/16/25 (TSB/ps)

Requested by Representative BOWMAN

## PROPOSED AMENDMENTS TO A-ENGROSSED HOUSE BILL 3410

1 On page 2 of the printed A-engrossed bill, line 26, delete "or employee" 2 and insert ", employee or contractor".

3 Delete lines 28 through 31 and insert:

4 "(A) Own or control individually, or in combination with the management 5 services organization or any other shareholder, director, member, manager, 6 officer, employee or contractor of the management services organization, a 7 majority of shares in a professional medical entity with which the manage-8 ment services organization has a contract for management services, even if 9 the other shareholder, director, member, manager, officer, employee or con-10 tractor qualifies for an exemption under subsection (3)(a) of this section;".

11 On page 4, delete lines 36 through 45.

12 On page 5, delete lines 1 through 3 and insert:

"(d) A physician who serves as a director or officer of a management services organization with which a professional medical entity has a contract for management services and who owns less than 25 percent of the ownership interest in, and is a director or officer of, the professional medical entity if: "(A) The professional medical entity owns less than 49 percent of the ownership interest that has voting rights in the management services organization;

20 "(B) The physician does not receive compensation from the management 21 services organization for serving as a director or officer of the management 1 services organization;

"(C) An action of the management services organization that materially affects the professional, ownership or governance interests of minority owners in the management services organization requires a vote of more than a majority of the shares of the management services organization that are entitled to vote, including the shares held by professional medical entities with voting rights in the management services organization;

8 "(D) The management services organization and all of the professional 9 medical entities that have voting rights in the management services organ-10 ization were incorporated or organized, and entered into agreements for the 11 provision of medical services, before January 1, 2024; and

"(E) The physician, all of the professional medical entities with voting rights in the management services organization and the actions of the management services organization complied with the requirements set forth in subparagraphs (A) to (D) of this paragraph before, on and after January 1, 2024; or".

17