

**THIRD MODIFICATION TO CAREFIRST OF MARYLAND, INC. HEALTH PLAN  
ADMINISTRATION AND SERVICES CONTRACT- FUNCTIONAL AREA 1- PREFERRED  
PROVIDER ORGANIZATION (PPO)  
CONTRACT NO. F10B5400002**

**THIS THIRD MODIFICATION AGREEMENT** is made effective this 25<sup>th</sup> day of June 2018, by and between CareFirst of Maryland, Inc., (the "Contractor") and the State of Maryland, acting through the Department of Budget and Management (the "Department").

WHEREAS, on August 13, 2014, the Department entered into a contract with the Contractor to provide Health Plan Administration and Services – Functional Area 1 PPO pursuant to Request for Proposals for Health Plan Administrations and Services (PPO, EPO, IHM), Project No. F10B3400022 issued November 26, 2103, and all amendments thereto issued in writing by the State (the "Contract"); and

WHEREAS the Contract was modified on August 17, 2016, ("First Modification") and subsequently modified on August 8, 2017 ("Second Modification"); and

WHEREAS the parties desire to modify a certain provision of the Contract;

**IN CONSIDERATION** of the Recitals which are hereby made a substantive part hereof, and the promises and the covenants herein contained, the parties agree to modify the Contract as follows:

1. **RFP Technical Proposal Attachment S-12: Performance Guarantees** to change the Contractor's time to provide response files to the Department's Audit Unit from within 14 Business Days to within 25 Business Days as follows:

PG-19	DBM Claims Eligibility Audits	Plan will provide response files to Department's Audit Unit within 25 Business Days of receipt of error report from Department.	Receipt date as documented by vendor and confirmed by State	<p>\$500 per day for each calendar day the draft plan document is not received for the first 3 calendar days.</p> <p>\$1,000 per day for each day the draft plan document is not received for the fourth calendar day and beyond.</p>
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2. **Scope of Modification.** This Third Modification amends the Contract specifically as described herein. Except as specifically revised by the terms of this Modification, all of the terms of the Contract shall remain in full force and effect and are hereby ratified and confirmed.

3. IN WITNESS WHEREOF, the parties have executed this Third Modification.

CONTRACTOR:  
CAREBEST OF MARYLAND, INC.  
[REDACTED] (SEAL)

By: \_\_\_\_\_  
4/13/2010  
Date \_\_\_\_\_  
[REDACTED]  
Witness \_\_\_\_\_  
[REDACTED]

STATE OF MARYLAND:  
DEPARTMENT OF BUDGET &  
MANAGEMENT  
[REDACTED]

By: Marc L. Nicole, Secretary  
6/25/18  
Date \_\_\_\_\_  
[REDACTED]  
Witness \_\_\_\_\_  
[REDACTED]

Approved for form and legal  
Sufficiency this 9<sup>th</sup> day of May, 2018.  
[REDACTED]  
Assistant Attorney General