



HOUSE BILL No. 4029

January 11, 1995, Introduced by Rep. Baade and referred to the Committee on Insurance.

A bill to amend section 405 of Act No. 350 of the Public Acts of 1980, entitled as amended "The nonprofit health care corporation reform act," being section 550.1405 of the Michigan Compiled Laws.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Section 1. Section 405 of Act No. 350 of the Public Acts of
2 1980, being section 550.1405 of the Michigan Compiled Laws, is
3 amended to read as follows:

4 Sec. 405. (1) ~~A~~ SUBJECT TO SUBSECTION (2), A health care
5 corporation, in consultation with the department of social serv-
6 ices, shall develop a single billing form to be used for the
7 billing of each of the following: hospital services, physician
8 services, and pharmaceutical services. If such forms are
9 subsequently developed by the federal government, they may be

1 used in the place of forms developed pursuant to this
2 subsection.

3 (2) A HEALTH CARE CORPORATION THAT GENERATES A PAPER BILLING
4 SHALL REQUIRE THE USE OF A STANDARD MEDICAL CLAIM FORM ESTAB-
5 LISHED BY THE COMMISSIONER PURSUANT TO THE RULES PROMULGATED
6 UNDER SECTION 2240 OF THE INSURANCE CODE OF 1956, ACT NO. 218 OF
7 THE PUBLIC ACTS OF 1956, BEING SECTION 500.2240 OF THE MICHIGAN
8 COMPILED LAWS.

9 (3) SUBSECTION (2) DOES NOT APPLY TO CLAIMS FOR DENTAL
10 SERVICES.

11 (4) ~~(2)~~ A health care corporation shall provide each
12 member with a detailed and accurate explanation of his or her
13 total bill for services rendered by a health care provider and
14 provided under a certificate with a health care corporation,
15 including charges for specific types of services rendered, the
16 date of services rendered, the amounts reimbursed by the corpora-
17 tion, and the reasons for denial of any payments for expenses
18 incurred.

19 Section 2. This amendatory act shall not take effect unless
20 all of the following bills of the 88th Legislature are enacted
21 into law:

22 (a) Senate Bill No. _____ or House Bill No. _____
23 (request no. 00154'95).

24 (b) Senate Bill No. _____ or House Bill No. _____
25 (request no. 00156'95).