



HOUSE BILL No. 4905

May 25, 1995, Introduced by Reps. Ryan, Llewellyn, Johnson, Hill and Jamian 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) EACH HEALTH CARE CORPORATION SHALL REQUIRE THAT ONLY THE
4 STANDARD MEDICAL CLAIM FORM OR STANDARD MEDICAL CLAIM ELECTRONIC
5 DATA FORMAT ESTABLISHED IN SECTION 2240 OF THE INSURANCE CODE OF
6 1956, ACT NO. 218 OF THE PUBLIC ACTS OF 1956, BEING
7 SECTION 500.2240 OF THE MICHIGAN COMPILED LAWS, BE USED BEFORE A
8 CLAIM IS PAID.

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 Senate Bill No. _____ or House Bill No. 4996 (request
21 no. 02094'95 *) of the 88th Legislature is enacted into law.