

SENATE BILL No. 630

September 19, 2001, Introduced by Senator BULLARD and referred to the Committee on Health Policy.

A bill to amend 1956 PA 218, entitled
"The insurance code of 1956,"
(MCL 500.100 to 500.8302) by adding section 3406/.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 SEC. 3406/. (1) AN EXPENSE-INCURRED HOSPITAL, MEDICAL, OR
2 SURGICAL POLICY OR CERTIFICATE THAT PROVIDES BENEFITS FOR MEDICAL
3 TRANSPORTATION SERVICES AND A HEALTH MAINTENANCE ORGANIZATION
4 CONTRACT SHALL PROVIDE FOR DIRECT REIMBURSEMENT TO ANY PROVIDER
5 OF COVERED MEDICAL TRANSPORTATION SERVICES IF THAT PROVIDER HAS
6 NOT RECEIVED PAYMENT FOR THOSE SERVICES FROM ANY OTHER SOURCE.

7 (2) SUBSECTION (1) DOES NOT APPLY TO A TRANSACTION BETWEEN
8 AN INSURER OR HEALTH MAINTENANCE ORGANIZATION AND A MEDICAL
9 TRANSPORTATION SERVICE PROVIDER IF THE PARTIES HAVE ENTERED INTO
10 A CONTRACT PROVIDING FOR DIRECT PAYMENT.

1 (3) SUBSECTION (1) IS SATISFIED IF AN INSURED OR ENROLLEE
2 FILES A CLAIM FOR THE MEDICAL TRANSPORTATION SERVICE WITH THE
3 INSURER OR HEALTH MAINTENANCE ORGANIZATION, THE INSURER OR HEALTH
4 MAINTENANCE ORGANIZATION PAYS THE MEDICAL TRANSPORTATION SERVICE
5 PROVIDER DIRECTLY, AND THE MEDICAL TRANSPORTATION SERVICE PRO-
6 VIDER DOES NOT DEMAND PAYMENT FROM THE INSURED OR ENROLLEE UNTIL
7 RECEIVING PAYMENT FROM THE INSURER OR HEALTH MAINTENANCE ORGANI-
8 ZATION, AFTER WHICH THE MEDICAL TRANSPORTATION SERVICE PROVIDER
9 MAY DEMAND PAYMENT FROM THE INSURED OR ENROLLEE FOR ANY UNPAID
10 PORTION OF THE PROVIDER'S FEE.

11 Enacting section 1. This amendatory act takes effect
12 January 1, 2002.