



# HOUSE BILL No. 5770

September 14 1994 Introduced by Reps Hill, Rhead, Jamian, Fitzgerald, Whyman  
Gustafson Brackenridge McNutt Gernaat Llewellyn Stille and Hammerstrom and referred  
to the Committee on Insurance

A bill to amend Act No 218 of the Public Acts of 1956,  
entitled as amended

The insurance code of 1956, '  
as amended, being sections 500 100 to 500 8302 of the Michigan  
Compiled Laws, by adding section 2240

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT

1 Section 1 Act No 218 of the Public Acts of 1956, as  
2 amended being sections 500 100 to 500 8302 of the Michigan  
3 Compiled Laws, is amended by adding section 2240 to read as  
4 follows

5 SEC 2240 (1) EACH DISABILITY INSURER AND EACH SELF-FUNDED  
6 HEALTH PLAN SHALL REQUIRE THAT ONLY THE STANDARD MEDICAL CLAIM  
7 FORM ESTABLISHED PURSUANT TO SUBSECTION (2) BE USED BEFORE A  
8 CLAIM IS PAID

1       (2) THE COMMISSIONER SHALL PROMULGATE RULES PURSUANT TO THE  
2 ADMINISTRATIVE PROCEDURES ACT OF 1969, ACT NO 306 OF THE PUBLIC  
3 ACTS OF 1969, BEING SECTIONS 24 201 TO 24 328 OF THE MICHIGAN  
4 COMPILED LAWS, ESTABLISHING, IN PLAIN ENGLISH, A STANDARD MEDICAL  
5 CLAIM FORM TO BE USED BY EACH DISABILITY INSURER, SELF-FUNDED  
6 HEALTH PLAN, HEALTH CARE CORPORATION, AND HEALTH MAINTENANCE  
7 ORGANIZATION THE STANDARD MEDICAL CLAIM FORM SHALL REQUIRE PRO-  
8 VIDERS TO LIST EACH PROCEDURE AND SERVICE PERFORMED PURSUANT TO  
9 THE CODE IDENTIFIED FOR THAT PROCEDURE OR SERVICE IN THE INTERNA-  
10 TIONAL CLASSIFICATION OF CLINICAL SERVICES BY THE COMMISSION ON  
11 PROFESSIONAL AND HOSPITAL ACTIVITIES

12       (3) ALL BILLING FOR HEALTH CLAIMS FOR A DISABILITY INSURER  
13 OR SELF-FUNDED HEALTH PLAN SHALL BE DONE THROUGH REGIONAL CLAIMS  
14 CENTERS TO REDUCE ADMINISTRATIVE EXPENSES

15       (4) THE FIRST OF THE FOLLOWING ENTITIES TO RECEIVE A HEALTH  
16 CARE CLAIM IS RESPONSIBLE FOR COORDINATING THE REIMBURSEMENT FOR  
17 THAT CLAIM WITH ANY OTHER OF THE FOLLOWING ENTITIES THAT MAY BE  
18 RESPONSIBLE FOR THAT CLAIM

19       (A) AN INSURER

20       (B) A SELF-FUNDED HEALTH PLAN

21       (C) A HEALTH CARE CORPORATION

22       (D) A HEALTH MAINTENANCE ORGANIZATION

23       (E) THE MEDICAL SERVICES ADMINISTRATION OF THE DEPARTMENT OF  
24 SOCIAL SERVICES

25       (5) THIS SECTION SHALL TAKE EFFECT OCTOBER 1, 1995