



HOUSE BILL No. 4168

January 17, 1995, Introduced by Rep. Stallworth 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 sections 2240 and 2241.

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 sections 2240 and 2241 to
4 read as follows:

5 SEC. 2240. (1) EACH MEDICAL INSURER SHALL REQUIRE THE USE
6 OF THE STANDARD MEDICAL CLAIM FORM ESTABLISHED BY THE COMMIS-
7 SIONER THROUGH THE RULES PROMULGATED UNDER SUBSECTION (2).

8 (2) THE COMMISSIONER SHALL PROMULGATE RULES PURSUANT TO THE
9 ADMINISTRATIVE PROCEDURES ACT OF 1969, ACT NO. 306 OF THE PUBLIC

1 ACTS OF 1969, BEING SECTIONS 24.201 TO 24.328 OF THE MICHIGAN
2 COMPILED LAWS, ESTABLISHING, IN PLAIN ENGLISH, A STANDARD MEDICAL
3 CLAIM FORM FOR PAPER BILLING THAT MAY BE PROVIDER SPECIFIC TO BE
4 USED BY EACH MEDICAL INSURER, EACH HEALTH CARE CORPORATION, EACH
5 HEALTH MAINTENANCE ORGANIZATION, AND EACH THIRD PARTY
6 ADMINISTRATOR. THE STANDARD MEDICAL CLAIM FORM SHALL REQUIRE
7 PROVIDERS TO LIST EACH PROCEDURE AND SERVICE PERFORMED PURSUANT
8 TO THE CODE IDENTIFIED FOR THAT PROCEDURE OR SERVICE IN THE
9 PHYSICIANS' CURRENT PROCEDURAL TERMINOLOGY OR AN APPROPRIATE COM-
10 MONLY ACCEPTED CODING STRUCTURE AS SELECTED BY THE COMMISSIONER.
11 THE COMMISSIONER SHALL SUBMIT THE PROPOSED RULES FOR PUBLIC HEAR-
12 ING PURSUANT TO ACT NO. 306 OF THE PUBLIC ACTS OF 1969 BY
13 OCTOBER 1, 1996.

14 (3) SUBSECTION (2) DOES NOT APPLY TO CLAIMS FOR DENTAL
15 SERVICES.

16 (4) UPON AN INSURED'S REQUEST, A MEDICAL INSURER SHALL
17 RELEASE TO THE INSURED A COPY OF THE INSURED'S STANDARD MEDICAL
18 CLAIM FORM WITH INFORMATION EXPLAINING THE CODING FOR THE PROCE-
19 DURE OR SERVICE PERFORMED.

20 SEC. 2241. THE COMMISSIONER SHALL ENCOURAGE AND PROMOTE THE
21 ESTABLISHMENT AND USE OF REGIONAL CLAIMS CENTERS AND OTHER MEANS
22 TO REDUCE THE ADMINISTRATIVE EXPENSES OF MEDICAL INSURERS.

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

26 (a) Senate Bill No. _____ or House Bill No. _____
27 (request no. 00154'95).

1 (b) Senate Bill No. _____ or House Bill No. _____
2 (request no. 00155'95).