

# SENATE BILL No. 1158

December 4, 2014, Introduced by Senator KAHN and referred to the Committee on Appropriations.

A bill to amend 2012 PA 101, entitled  
"Autism coverage reimbursement act,"  
by amending section 3 (MCL 550.1833).

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1       Sec. 3. As used in this act:

2       (a) "Autism coverage reimbursement program" or "program" means  
3 the autism coverage reimbursement program created under section 5.

4       (b) "Autism diagnostic observation schedule", "autism spectrum  
5 disorders", "diagnosis of autism spectrum disorders", and  
6 "treatment of autism spectrum disorders" mean those terms as  
7 defined under section 416e of the nonprofit health care corporation  
8 reform act, 1980 PA 350, MCL 550.1416e, and section 3406s of the  
9 insurance code of 1956, 1956 PA 218, MCL 500.3406s.

10       (c) "Carrier" means any of the following:

11       (i) An insurer or health maintenance organization regulated

1 under the insurance code of 1956, 1956 PA 218, MCL 500.100 to  
2 500.8302.

3 (ii) A health care corporation regulated under the nonprofit  
4 health care corporation reform act, 1980 PA 350, MCL 550.1101 to  
5 550.1704.

6 (iii) A specialty prepaid health plan.

7 (iv) A group health plan sponsor including, but not limited to,  
8 1 or more of the following:

9 (A) An employer if a group health plan is established or  
10 maintained by a single employer.

11 (B) An employee organization if a plan is established or  
12 maintained by an employee organization.

13 (C) If a plan is established or maintained by 2 or more  
14 employers or jointly by 1 or more employers and 1 or more employee  
15 organizations, the association, committee, joint board of trustees,  
16 or other similar group of representatives of the parties that  
17 establish or maintain the plan.

18 (d) "Department" means the department of ~~licensing and~~  
19 ~~regulatory affairs.~~ **INSURANCE AND FINANCIAL SERVICES.**

20 (e) "Excess loss" or "stop loss" means coverage that provides  
21 insurance protection against the accumulation of total claims  
22 exceeding a stated level for a group as a whole or protection  
23 against a high-dollar claim on any 1 individual.

24 (f) "Federal act" means the federal patient protection and  
25 affordable care act, Public Law 111-148, as amended by the federal  
26 health care and education reconciliation act of 2010, Public Law  
27 111-152, and any regulations promulgated under those acts.

1 (g) "Federal employee health benefit program" means the  
2 program of health benefits plans, as defined in 5 USC 8901,  
3 available to federal employees under 5 USC 8901 to 8914.

4 (h) "Fund" means the autism coverage fund created in section  
5 7.

6 (i) "Group health plan" means an employee welfare benefit plan  
7 as defined in section 3(1) of subtitle A of title I of the employee  
8 retirement income security act of 1974, Public Law 93-406, 29 USC  
9 1002, to the extent that the plan provides medical care, including  
10 items and services paid for as medical care to employees or their  
11 dependents as defined under the terms of the plan directly or  
12 through insurance, reimbursement, or otherwise.

13 (j) "Medicaid" means the program of medical assistance  
14 established under title XIX of the social security act, 42 USC 1396  
15 to 1396w-5.

16 (k) "Medicare" means the federal medicare program established  
17 under title XVIII of the social security act, 42 USC 1395 to  
18 ~~1395kkk-1-1395lll~~.

19 (l) "Medicare advantage plan" means a plan of coverage for  
20 health benefits under part C of title XVIII of the social security  
21 act, 42 USC 1395w-21 to 1395w-28.

22 (m) "Medicare part D" means a plan of coverage for  
23 prescription drug benefits under part D of title XVIII of the  
24 social security act, 42 USC 1395w-101 to 1395w-154.

25 (n) "Paid claims" means actual payments, net of recoveries,  
26 made for the diagnosis of autism spectrum disorders and treatment  
27 of autism spectrum disorders whether made to a provider or

1 reimbursed to an individual by a carrier, third party  
2 administrator, or excess loss or stop loss carrier. Paid claims do  
3 not include any of the following:

4 (i) Claims paid for services rendered to a nonresident of this  
5 state.

6 (ii) Claims paid for services rendered to a person covered  
7 under a health benefit plan for federal employees.

8 (iii) Claims paid for services rendered outside of this state to  
9 a person who is a resident of this state.

10 (iv) Claims paid under a federal employee health benefit  
11 program, medicare, A medicare advantage plan, medicare part D,  
12 tricare, by the United States veterans administration, and for  
13 high-risk pools established pursuant to the federal act.

14 (v) Costs paid by an individual for cost-sharing requirements,  
15 including deductibles, coinsurance, or copays.

16 (vi) Claims paid by, or on behalf of, this state.

17 (vii) Claims paid that are covered by medicaid.

18 (viii) Claims paid for which the carrier or third party  
19 administrator has already been reimbursed or compensated, in whole  
20 or in part, through any increase in premiums or rates or from any  
21 other source.

22 ~~—— (ix) Beginning January 1, 2014, claims paid for services that~~  
23 ~~are included in the essential health benefits as required pursuant~~  
24 ~~to the federal act.~~

25 (o) "Specialty prepaid health plan" means that term as  
26 described in section 109f of the social welfare act, 1939 PA 280,  
27 MCL 400.109f.

1           (p) "Third party administrator" means an entity that processes  
2 claims under a service contract and that may also provide 1 or more  
3 other administrative services under a service contract.