

Bill Summary

COMMITTEE: Banking and Insurance

DATE: 6/1/10

PRIME SPONSOR: Ward

BILL NO: SB1222

PREPARED BY: Allison Dutrey

PRINTER'S NO: 1659

A. Synopsis:

SB1222 amends the Health Security Act by prohibiting insurers from setting fees for non-covered insurance services

B. Summary:

This act states an insurer's contract with a health care provider may not require the health care provider provide services to the insurer's subscribers at a fee set by the insurer unless the insurer compensates the health care provider for the services. A contractual provision is void.

This will apply to insurance policies issued or renewed on or after the effective date.

The act will take effect in 60 days.