

Bill Summary

<u>COMMITTEE:</u>	Banking and Insurance	<u>DATE:</u>	6/6/13
<u>PRIME SPONSOR:</u>	Tomlinson	<u>BILL NO:</u>	SB401
<u>PREPARED BY:</u>	Allison Dutrey	<u>PRINTER'S NO:</u>	336

A. Synopsis:

SB401 amends the Insurance Company Law of 1921 to provide for joint payment for emergency service organization.

B. Summary:

When direct payment is made to an insured for a claim covered under a health insurance policy for a service performed by an emergency service organization, SB401 requires the payment to be made jointly to the insured and the emergency service organization.

The joint payment requirement is not applicable if 1) the payment is made under the terms of the health insurance policy in the single name of a provider or emergency service organization, or 2) evidence of prepayment to the emergency service organization is submitted as part of a claim for payment to the insurer, in which case payment shall be made in the single name of the insured.

Effective: 60 days