

# TIMELY PAYMENT OF HEALTH CARE BENEFITS



Telephone: (517) 373-8080

Facsimile: (517) 373-5874

[www.house.state.mi.us/hfa](http://www.house.state.mi.us/hfa)

FISCAL ANALYSIS

Mitchell Bean, Director

124 N. Capitol Avenue

4-N HOB Lansing, MI

---

---

**SENATE BILL 451 SUBSTITUTE H-1**

**Sponsor:** Sen. Bill Schuette

**House Committee:** Insurance and Financial Services

**FLOOR ANALYSIS - 2/27/02**

**Analyst(s):** Bob Schneider

---

---

## SUMMARY

The bill would require the Commissioner of the Office of Financial and Insurance Services (OFIS) to determine whether a health plan had violated the clean claim reimbursement procedure outlined in the bill. It would increase state enforcement costs imposed on the OFIS. The bill would also increase state revenue by allowing the Commissioner to assess fines for violations of the clean claim reimbursement provisions of up to \$1,000 for each violation, with a maximum aggregate fine of \$10,000 for multiple violations.