

HOUSE BILL No. 1099

DIGEST OF INTRODUCED BILL

Citations Affected: IC 27-7-17.

Synopsis: Medical payment coverage. Specifies that medical payment coverage is supplemental to coverage under a health plan, but does not require a health plan to provide greater benefits to an individual with medical payment coverage than an individual without medical payment coverage. Preserves rights of subrogation available under a health plan.

Effective: July 1, 2021.

Schaibley

January 7, 2021, read first time and referred to Committee on Financial Institutions and Insurance.



First Regular Session of the 122nd General Assembly (2021)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in **this style type**, and deletions will appear in ~~this style type~~.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or ~~this style type~~ reconciles conflicts between statutes enacted by the 2020 Regular Session of the General Assembly.

HOUSE BILL No. 1099

A BILL FOR AN ACT to amend the Indiana Code concerning insurance.

Be it enacted by the General Assembly of the State of Indiana:

1 SECTION 1. IC 27-7-17 IS ADDED TO THE INDIANA CODE AS
2 A **NEW** CHAPTER TO READ AS FOLLOWS [EFFECTIVE JULY
3 1, 2021]:

4 **Chapter 17. Medical Payment Coverage**

5 **Sec. 1. As used in this chapter, "covered individual" means an**
6 **individual who is entitled to coverage under a health plan.**

7 **Sec. 2. As used in this chapter, "health care services" has the**
8 **meaning set forth in IC 27-8-11-1.**

9 **Sec. 3. (a) As used in this chapter, "health plan" means a plan**
10 **through which coverage is provided for health care services**
11 **through insurance, prepayment, reimbursement, or otherwise. The**
12 **term includes the following:**

- 13 (1) **A policy of accident and sickness insurance (as defined in**
- 14 **IC 27-8-5-1).**
- 15 (2) **An individual contract (as defined in IC 27-13-1-21) or a**
- 16 **group contract (as defined in IC 27-13-1-16).**
- 17 (3) **A state employee health plan offered under IC 5-10-8.**



- 1 **(4) An employee welfare benefit plan (as defined in 29 U.S.C.**
 2 **1002 et seq.) to the extent allowable under federal law.**
 3 **(5) Accident only insurance.**
 4 **(6) Medicare supplement insurance.**
 5 **(b) The term does not include the following:**
 6 **(1) Credit, long term care, or disability income insurance.**
 7 **(2) Liability insurance coverage.**
 8 **(3) Worker's compensation or similar insurance.**
 9 **(4) Medical payment coverage.**
 10 **(5) A specified disease policy issued as an individual policy.**
 11 **(6) A policy that provides a stipulated daily, weekly, or**
 12 **monthly payment to an insured during hospital confinement,**
 13 **without regard to the actual expense of the confinement.**
 14 **Sec. 4. (a) As used in this chapter, "medical payment coverage"**
 15 **means an insurance policy benefit that provides payment for**
 16 **expenses incurred by an individual as a result of injury, illness, or**
 17 **death arising from the:**
 18 **(1) operation of a motor vehicle; or**
 19 **(2) individual's presence on a premises;**
 20 **that is covered by the insurance policy.**
 21 **(b) The term includes coverage for emergency medical**
 22 **transportation, health care services, and funeral and burial**
 23 **expenses.**
 24 **(c) The term does not include benefits provided by the**
 25 **following:**
 26 **(1) Liability insurance coverage.**
 27 **(2) A health plan.**
 28 **Sec. 5. (a) Medical payment coverage is supplemental to the**
 29 **benefits:**
 30 **(1) to which a covered individual is entitled under a health**
 31 **plan; and**
 32 **(2) that are the same as or similar to benefits available to the**
 33 **covered individual under the medical payment coverage.**
 34 **(b) A health plan may not require the use or exhaustion of**
 35 **medical payment coverage as a condition of payment of benefits:**
 36 **(1) under the health plan; and**
 37 **(2) for health care services rendered to a covered individual.**
 38 **Sec. 6. In the absence of health plan benefits that are the same**
 39 **as or similar to benefits available to an individual under medical**
 40 **payment coverage, the medical payment coverage is primary**
 41 **coverage.**
 42 **Sec. 7. Nothing in this chapter imposes on any health plan an**



1 obligation to provide greater benefits to a covered individual with
2 medical payment coverage than would be provided to a covered
3 individual without medical payment coverage.

4 Sec. 8. This chapter does not affect any right of subrogation
5 provided under a health plan.

6 Sec. 9. Nothing in this chapter affects the ability of a covered
7 individual to prohibit a health care provider from billing the
8 covered individual's medical payment coverage insurer directly.

9 Sec. 10. A contractual provision that is:

10 (1) contained in a contract entered into, amended, or renewed
11 after June 30, 2021; and

12 (2) contrary to this chapter;

13 is void.

