SENATE BILL 2664

By Hensley

AN ACT to amend Tennessee Code Annotated, Title 56, Chapter 7, relative to the recoupment of payment to healthcare providers.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Section 56-7-110, is amended by adding the following as a new subsection (e) and by redesignating the existing subsection (e) and subsequent subsections accordingly:

(e) If a health insurance entity makes a payment to a health care provider for services which should have been fully or partially covered under a third-party automobile accident insurance policy that provides health benefits, then the health insurance entity shall not recoup payment from the health care provider until the health insurance entity first exercises its right of subrogation by seeking indemnification from the automobile accident insurance carrier.

SECTION 2. Tennessee Code Annotated, Section 56-7-110(g), is amended by deleting the language "(e)" and substituting instead the language "(f)".

SECTION 3. This act shall take effect upon becoming a law, the public welfare requiring it.