

House File 2430 - Introduced

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BY HOLT

A BILL FOR

1 An Act relating to health insurance coverage and subrogation
2 and indemnification.

3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

1 Section 1. NEW SECTION. 507B.4D Prompt payment of claims
2 and right of subrogation.

3 1. As used in this section, unless the context otherwise
4 requires:

5 a. "Covered person" means the same as defined in section
6 514J.102.

7 b. "Health benefit plan" means the same as defined in
8 section 514J.102.

9 c. "Health care provider" means the same as defined in
10 section 514J.102.

11 d. "Health care services" means the same as defined in
12 section 514J.102.

13 2. If a covered person injured by reason of an accident
14 provides proof of insurance coverage under a health benefit
15 plan for health care services received from a health care
16 provider, a health care provider shall submit all charges to
17 the covered person's health benefit plan. The covered person's
18 health benefit plan shall not deny payment for health care
19 services the covered person received on the basis that a third
20 party or other insurance carrier is responsible for the covered
21 person's injuries. This section shall not be construed to
22 prohibit a health benefit plan from seeking subrogation or
23 indemnification for third-party liability.

24 EXPLANATION

25 The inclusion of this explanation does not constitute agreement with
26 the explanation's substance by the members of the general assembly.

27 This bill relates to health insurance coverage and
28 subrogation and indemnification. Under the bill, a health care
29 provider shall submit all charges for health care services to
30 an injured covered person's health benefit plan, and the health
31 benefit plan shall not deny payment on the basis that a third
32 party or other insurance carrier is responsible for the covered
33 person's injuries. The bill does not prohibit a health benefit
34 plan from seeking subrogation or indemnification from a third
35 party.