
PRELIMINARY DRAFT
No. 3426

PREPARED BY
LEGISLATIVE SERVICES AGENCY
2004 GENERAL ASSEMBLY

DIGEST

Citations Affected: IC 27-8-10-14; P.L.193-2003, SECTION 13.

Synopsis: Indiana comprehensive health insurance association (ICHIA). Extends reimbursement and assessment methodologies for Indiana comprehensive health insurance association policies.

Effective: January 1, 2004 (retroactive).



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 27-8-10-14, AS ADDED BY P.L.193-2003,
2 SECTION 11, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
3 JANUARY 1, 2004 (RETROACTIVE)]; Sec. 14. (a) Notwithstanding
4 section 2.1 of this chapter, for the period beginning July 1, 2003, and
5 ending ~~March 15, 2004~~ **March 15, 2005**:

6 (1) fifty percent (50%) of any net loss determined under section
7 2.1(g) of this chapter shall be assessed by the association to all
8 members in proportion to their respective shares of total health
9 insurance premiums, excluding premiums for Medicaid contracts
10 with the state, received in Indiana during the calendar year (or
11 with paid losses in the year) coinciding with or ending during the
12 fiscal year of the association; and

13 (2) fifty percent (50%) of any net loss determined under section
14 2.1(g) of this chapter shall be assessed by the association to all
15 members in proportion to their respective shares of the number of
16 individuals in Indiana who are covered under health insurance
17 provided by a member, excluding individuals who are covered
18 under Medicaid contracts with the state during the calendar year
19 coinciding with or ending during the fiscal year of the association.

20 (b) This section expires ~~March 15, 2004~~ **June 30, 2005**.

21 SECTION 2. P.L.193-2003, SECTION 13, IS AMENDED TO
22 READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2004
23 (RETROACTIVE)]; SECTION 13. (a) Notwithstanding IC 27-8-10-3,
24 the amount of reimbursement for a health care service covered under
25 an Indiana comprehensive health insurance association policy is the
26 amount of reimbursement for the same health care service under
27 Medicare plus ten percent (10%) until the earlier of:

28 (1) the date that a payment program is implemented under
29 IC 27-8-10-12, as added by this act; or

30 (2) ~~March 15, 2004~~ **March 15, 2005**.

31 (b) If the amount of reimbursement for health care services covered



1 under an Indiana comprehensive health insurance association policy is
2 specified under a contract with a health care provider, this SECTION
3 applies to a contract specifying the amount of reimbursement for health
4 care services that is entered into, delivered, amended, or renewed after
5 June 30, 2003.

6 (c) This SECTION expires ~~June 30, 2004~~. **June 30, 2005.**
7 SECTION 3. **An emergency is declared for this act.**

