| HEALTH INSURANCE PRIOR   |
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| <b>AUTHORIZATION AMENDMENTS</b>  |
| 2010 GENERAL SESSION   |
| STATE OF UTAH  |
| Chief Sponsor: Karen Mayne   |
| House Sponsor: Merlynn T. Newbold  |
| LONG TITLE   |
| General Description:   |
| This bill amends the Accident and Health Insurance part of the Insurance Code.       |
| Highlighted Provisions:  |
| This bill:   |
| requires an accident and health insurer to provide an enrollee with a statement of   |
| preauthorization for a medical procedure in certain circumstances; and               |
| • clarifies that a statement of preauthorization is not a guarantee of payment by an |
| insurer.   |
| Monies Appropriated in this Bill:  |
| None   |
| Other Special Clauses:   |
| None   |
| <b>Utah Code Sections Affected:</b>  |
| ENACTS:  |
| <b>31A-22-638</b> , Utah Code Annotated 1953   |



31A-22-638. Statement of preauthorization.

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S.B. 39 01-07-10 11:21 AM

| 40 | (1) An insurer who requires preauthorization or preapproval for coverage under                   |
|----|--|
| 29 | accident and health insurance shall provide an enrollee with a statement of preauthorization if: |
| 30 | (a) the applicable CPT codes have been submitted to the insurer to determine whether a           |
| 31 | particular procedure is covered under the terms of the accident and health insurance policy;     |
| 32 | (b) the enrollee has met the requirements for preauthorization of the procedure or               |
| 33 | encounter; and   |
| 34 | (c) the enrollee requests a statement of preauthorization.                                       |
| 35 | (2) A statement of preauthorization under Subsection (1) may be sent:                            |
| 36 | (a) by mail; or  |
| 37 | (b) electronically.  |
| 38 | (3) A statement of preauthorization is:  |
| 39 | (a) not a guarantee of payment by an insurer; and  |
| 40 | (b) subject to the policy and contract provisions of the accident and health insurance           |
| 41 | contract.  |

Legislative Review Note as of 12-22-09 7:44 AM

Office of Legislative Research and General Counsel

## S.B. 39 - Health Insurance Prior Authorization Amendments

## **Fiscal Note**

2010 General Session State of Utah

## **State Impact**

Enactment of this bill will not require additional appropriations.

## Individual, Business and/or Local Impact

Enactment of this bill likely will not result in direct, measurable costs and/or benefits for individuals or local governments. Certain businesses may incur costs for notification required in the bill.

1/12/2010, 4:12:39 PM, Lead Analyst: Schoenfeld, J.D./Attny: CJD

Office of the Legislative Fiscal Analyst