Bill No. CS for CS for SB 362, 1st Eng. Amendment No. ____ Barcode 951026 CHAMBER ACTION Senate House 1 2 3 4 5 6 7 8 9 10 Senator Campbell moved the following amendment: 11 12 13 Senate Amendment (with title amendment) On page 13, line 15, delete that line 14 15 16 and insert: 17 (13) A permissive error ratio of 5 percent is 18 established for insurers claims payment violations of s. 19 627.613(4)(a), (b), (c), and (e) and s. (5)(a), (b), (c), and (e). If the error ratio of a particular insurer does not 20 exceed the permissible error ratio of 5 percent for an audit 21 22 period, a fine may not be assessed for the noted claims violations for the audit period. The error ratio shall be 23 24 determined by dividing the number of claims with violations found on a statistically valid sample of claims for the audit 25 26 period, divided by the total number of claims in the sample. 27 If the error ratio exceeds the permissible error ratio of 5 percent, a fine may be assessed according to s. 624.4211 for 28 the claims payment violations that exceed the error ratio. 29 30 Notwithstanding the provisions of this section, the department 31 may fine a health insurer for claims payment violations of s. 1

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627.613(4)(e) and (5)(e) which create an uncontestable obligation to pay the claim. The department may not fine insurers for violations that the department determines were due to circumstances beyond the insurer's control. (14) The provisions of this section may not be waived, ====== T I T L E A M E N D M E N T ========== And the title is amended as follows: On page 1, line 19, after the semicolon, insert: establishing a permissive error ratio and providing guidelines for applying the ratio;