

# Impact of HB 4486 and SB 314 on Auto No-Fault Reforms Signed Into Law in 2019 (PA21)

Public Act 21 of 2019 (PA21) included sweeping changes to the Michigan auto insurance laws. House Bill 4486 and Senate Bill 314 contain needed technical corrections to refine the fee schedule provision and clarify accreditation requirements. All other provisions and reforms of PA21 remain unchanged.

## Summary of the Fee Schedule Change in HB 4486 and SB 314

Public Act 21 of 2019 Designed with hospitals in mind	HB 4486 and SB 314's Narrow Technical Fixes
General Rule: Pays up to 200% of Medicare	<b>No Change to General Rule/Fee Schedule</b>
Exception: If non-Medicare Payable, then 55% of Provider's 2019 Charges ( <i>remember, this was designed with hospitals in mind</i> )	<b>Hospital – No Change</b> <b>Non-Hospital – Pays up to 200% of Medicare Approximation to mimic the General Rule</b>

Summary of Reforms included in PA21	Impact of HB 4486/SB 314
Insurance Rating Factor Limitations	<b>No Change</b>
Credit Scores Removed from Insurance Pricing	<b>No Change</b>
Rate Rollback on PIP Policy Premiums	<b>No Change</b>
New / Updated Liability Insurance Limits	<b>No Change</b>
PIP Choice Options for Levels of Coverage	<b>No Change</b>
PIP Opt-Out for those covered by Medicare or Other Insurance	<b>No Change</b>
Managed Care Options for Insurers and Consumers	<b>No Change</b>
Establishment of Anti-Fraud Authority	<b>No Change</b>
Exclusion of Out-of-State Passengers injured in Michigan	<b>No Change</b>
Exclusion of "Tag-along" Parties from Collecting Lifetime Benefits	<b>No Change</b>
Attorney Fee Restrictions	<b>No Change</b>
Utilization Review Rules Instituted	<b>No Change</b>
Family Provided Attendant Care Limitations	<b>No Change</b>
Accreditation Requirement for Brain / Spinal Provider	<b>Clarified</b>
Fee Schedules – There are two primary fee schedule methods <b>General Rule:</b> 200% of Medicare for Medicare Payable Services, or <b>Exception:</b> 55% of Provider's 2019 Charges for non-Medicare Services	<b>No Change</b> <b>Refined to Mimic 200% of Medicare</b>