## AN ACT

- 1 Amending the act of May 17, 1921 (P.L.682, No.284), entitled "An
- act relating to insurance; amending, revising, and
- 3 consolidating the law providing for the incorporation of
- insurance companies, and the regulation, supervision, and
- 5 protection of home and foreign insurance companies, Lloyds
- associations, reciprocal and inter-insurance exchanges, and
- fire insurance rating bureaus, and the regulation and
- 8 supervision of insurance carried by such companies,
- associations, and exchanges, including insurance carried by
- the State Workmen's Insurance Fund; providing penalties; and
- repealing existing laws, " further providing for prompt
- payment to health care providers of clean claims.
- 13 The General Assembly of the Commonwealth of Pennsylvania
- 14 hereby enacts as follows:
- 15 Section 1. Section 2166(a) of the act of May 17, 1921
- 16 (P.L.682, No.284), known as The Insurance Company Law of 1921,
- 17 added June 17, 1998 (P.L.464, No.68), is amended to read:
- 18 Section 2166. Prompt Payment of Claims. -- (a) A licensed
- 19 insurer or a managed care plan shall pay a clean claim submitted
- 20 by a health care provider within forty-five (45) days of receipt
- 21 of the clean claim[.] and where the clean claim involves
- 22 services provided by a licensed ambulance service and is paid in

- 1 the form of a negotiable instrument, the negotiable instrument
- 2 shall be made payable solely to the licensed ambulance service
- 3 for those services and notice of the payment shall be provided
- 4 by the licensed insurer or managed care plan to the insured or
- 5 <u>subscriber</u>.
- 6 \* \* \*
- 7 Section 2. This act shall take effect in 60 days.