

RESOLUTION 55-07A

Title: Third Party Payers Pay for New Covered Services with New Funds

Introduced by: Lawrence A. Reynolds, MD, for the Genesee County Delegation

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Referred to: Reference Committee D

House Action: Disapproved

Whereas, it is a common practice for third-party-payers and managed care entities to announce new coverages such as occurred with the human papilloma virus vaccine, and

Whereas, payment for those new services are often made at significantly below the cost of providing the service, and

Whereas, the monies to pay for those services comes from existing funds with no increased allocations despite the fact that they are new coverage's; therefore be it

RESOLVED: That MSMS work to assure that if a vaccine or other service is approved by a third party payer that new funds be allocated by the payer to cover those services.

WAYS AND MEANS COMMITTEE FISCAL NOTE: NONE