

**ASSEMBLY, No. 4206**

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**STATE OF NEW JERSEY**

**219th LEGISLATURE**

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INTRODUCED JUNE 1, 2020

**Sponsored by:**

**Assemblyman ROBERT J. KARABINCHAK**

**District 18 (Middlesex)**

**SYNOPSIS**

Concerns certain unfair practices of health insurers.

**CURRENT VERSION OF TEXT**

As introduced.



1 AN ACT concerning health insurers and unfair practices and  
2 supplementing chapter 30 of Title 17B of the New Jersey  
3 Statutes.

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5 **BE IT ENACTED** *by the Senate and General Assembly of the State*  
6 *of New Jersey:*

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8 1. a. It shall be a deceptive and unfair practice for a health  
9 insurer to:

10 (1) represent to any person that a health care provider is part of  
11 the managed care network of the health insurer, if the health care  
12 provider is not or will not be part of the insurer's managed care  
13 network; or

14 (2) provide any person an inducement to purchase insurance  
15 from the health insurer, or to switch to a certain health benefits plan  
16 offered by the health insurer.

17 b. As used in this section, "inducement" means a monetary or  
18 other incentive, including, but not limited to a medical device.

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20 2. This act shall take effect on the 90<sup>th</sup> day next following  
21 enactment.

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24 STATEMENT

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26 This bill provides that it shall be a deceptive and unfair practice  
27 for a health insurer to:

28 (1) represent to any person that a health care provider is part of  
29 the managed care network of the health insurer, if the health care  
30 provider is not or will not be part of the insurer's managed care  
31 network; or

32 (2) provide any person a financial inducement to purchase  
33 insurance from the health insurer, or to switch to a certain health  
34 benefits plan offered by the health insurer.

35 As used in the bill, "inducement" means a monetary or other  
36 incentive, including, but not limited to a medical device.