

State of Wisconsin



2025 Senate Bill 367

Date of enactment:
Date of publication*:

2025 WISCONSIN ACT

AN ACT to create 632.872 of the statutes; relating to: virtual credit card payments in health insurance policies.

The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

SECTION 1. 632.872 of the statutes is created to read:

632.872 Restrictions relating to virtual credit card payments for disability insurance policies. (1)

DEFINITIONS. In this section:

(a) "Disability insurance policy" has the meaning given in s. 632.895 (1) (a).

(b) "Health care provider" has the meaning given in s. 146.81 (1).

(c) "Virtual credit card payment" means an electronic funds transfer in which an insurer, or a contracted vendor, issues a single-use series of numbers associated with payment for services performed by a health care provider and chargeable to a predetermined dollar amount, in which the health care provider is responsible for processing the payment through a credit card terminal or internet portal, and in which the single-use series of numbers expires upon payment processing. "Virtual credit card payment" does not include a payment in which a physical credit card is used.

(2) **METHOD OF PAYMENT.** (a) An insurer offering a disability insurance policy may not require a health care provider to accept payments under the disability insurance policy by virtual credit card payment.

(b) Beginning on the effective date of this paragraph [LRB inserts date], an insurer offering a disability insurance policy shall do all of the following before the first time the insurer provides a payment to a health care provider under the disability insurance policy via a virtual credit card payment:

1. Notify the health care provider that an additional fee may be collected for a payment method option available to the health care provider.

2. Inform the health care provider of the payment method options available and provide clear instructions to the health care provider for selecting a payment method other than virtual credit card payment.

(c) An insurer, or a contracted vendor, that transmits a payment to a health care provider under a disability insurance policy in accordance with the standards under 45 CFR 162.1602 may not charge a fee solely for the transmission of the payment to the health care provider unless the health care provider has consented to payment of the fee.

(3) **WAIVER PROHIBITED.** The requirements under sub. (2) may not be waived. Any provision of a contract contrary to sub. (2) is void and unenforceable.

SECTION 2. Initial applicability.

(1) The treatment of s. 632.872 (3) first applies to a contract that is entered into, renewed, or modified on the effective date of this subsection.

* Section 991.11, WISCONSIN STATUTES: Effective date of acts. "Every act and every portion of an act enacted by the legislature over the governor's partial veto which does not expressly prescribe the time when it takes effect shall take effect on the day after its date of publication."