

GENERAL ASSEMBLY OF NORTH CAROLINA
SESSION 2013

H.B. 934
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HOUSE PRINCIPAL CLERK

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HOUSE DRH10312-ME-38 (02/12)

Short Title: Preventive Care and Payment Reform Act. (Public)

Sponsors: Representative Murry.

Referred to:

1 A BILL TO BE ENTITLED
2 AN ACT TO PROHIBIT CERTAIN STOP-LOSS INSURANCE FOR EMPLOYERS WITH
3 FEWER THAN TWENTY EMPLOYEES, UNLESS THE EMPLOYER PROVIDES A
4 MEDICAL HOME FOR ITS EMPLOYEES.

5 The General Assembly of North Carolina enacts:

6 **SECTION 1.** G.S. 58-50-130(a)(5) reads as rewritten:

7 "(5) Notwithstanding any other provision of this Chapter, no small employer
8 carrier, insurer, subsidiary of an insurer, or controlled individual of an
9 insurance holding company shall act as an administrator or claims paying
10 agent, as opposed to an insurer, on behalf of small groups which, if they
11 purchased insurance, would be subject to this section. No small employer
12 carrier, insurer, subsidiary of an insurer, or controlled individual of an
13 insurance holding company shall provide stop loss, catastrophic, or
14 reinsurance coverage to small employers that does not comply with the
15 underwriting, rating, and other applicable standards in this Act. No insurer
16 shall issue a specific stop-loss policy at an amount less than sixty thousand
17 dollars (\$60,000) per covered life or any aggregate stop-loss policy to a
18 self-insured small employer with 20 or fewer eligible employees unless the
19 self-insured small employer provides for its employees a medical home that
20 provides health care screenings, is focused on outcomes and key
21 performance indicators, and is reimbursed on an outcomes rather than
22 fee-for-service basis."

23 **SECTION 2.** This act becomes effective October 1, 2013, and applies to stop-loss
24 policy contracts entered into, amended, or renewed on or after that date.

