

GENERAL ASSEMBLY OF NORTH CAROLINA

SESSION 1993

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HOUSE BILL 457  
Committee Substitute Favorable 5/4/93

Short Title: Nurses Paid by Insurance.

(Public)

Sponsors:

Referred to:

March 22, 1993

A BILL TO BE ENTITLED

AN ACT TO REMOVE BARRIERS IN INSURANCE POLICIES AND PLANS TO PROVIDE FOR REIMBURSEMENT TO ADVANCED PRACTICE REGISTERED NURSES PROVIDING SERVICES WITHIN THE SCOPE OF THEIR PRACTICE.

The General Assembly of North Carolina enacts:

Section 1. G.S. 58-50-25 reads as rewritten:

"§ 58-50-25. Nurses' services.

No agency, institution or physician providing a service for which payment or reimbursement is required to be made under a policy governed by Articles 1 through 64 of this Chapter shall be denied such payment or reimbursement on account of the fact that such services were rendered through a registered nurse acting under authority of rules and regulations adopted by the Board of Medical Examiners and the Board of Nursing pursuant to G.S. 90-6 and 90-171.23.

~~Nothing herein shall be construed to authorize contracting with or making payments directly to any nurse not otherwise permitted."~~

Sec. 2. G.S. 58-50-30 reads as rewritten:

"§ 58-50-30. **Discrimination forbidden; right to choose services of optometrist, podiatrist, ~~dentist or chiropractor.~~ dentist, chiropractor, or advanced practice registered nurse.**

Discrimination between individuals of the same class in the amount of premiums or rates charged for any policy of insurance covered by Articles 50 through 55 of this

1 Chapter, or in the benefits payable thereon, or in any of the terms or conditions of such  
2 policy, or in any other manner whatsoever, is prohibited.

3 Whenever any policy of insurance governed by Articles 1 through 64 of this Chapter  
4 provides for payment of or reimbursement for any service which is within the scope of  
5 practice of a duly licensed optometrist, ~~or a~~ duly licensed podiatrist, ~~or a~~ duly licensed  
6 dentist, ~~or a~~ duly licensed chiropractor, ~~or a~~ duly licensed practicing psychologist, or an  
7 advanced practice registered nurse, the insured or other persons entitled to benefits  
8 under such policy shall be entitled to payment of or reimbursement for such services,  
9 whether such services be performed by a duly licensed ~~physician or physician~~, a duly  
10 licensed optometrist, ~~or a~~ duly licensed podiatrist, ~~or a~~ duly licensed ~~dentist or dentist~~, a  
11 duly licensed chiropractor, ~~or a~~ duly licensed practicing psychologist, or an advanced  
12 practice registered nurse, notwithstanding any provision contained in such policy.  
13 Whenever any policy of insurance governed by Articles 1 through 64 of this Chapter  
14 provides for certification of disability which is within the scope of practice of a duly  
15 licensed physician, ~~or a~~ duly licensed optometrist, ~~or a~~ duly licensed podiatrist, ~~or a~~ duly  
16 licensed dentist, ~~or a~~ duly licensed chiropractor, ~~or a~~ duly licensed practicing  
17 psychologist, or an advanced practice registered nurse, the insured or other persons  
18 entitled to benefits under such policy shall be entitled to payment of or reimbursement  
19 for such disability whether such disability be certified by a duly licensed physician, ~~or a~~  
20 duly licensed optometrist, ~~or a~~ duly licensed podiatrist, ~~or a~~ duly licensed dentist, ~~or a~~  
21 duly licensed chiropractor, ~~or a~~ duly licensed practicing psychologist, or an advanced  
22 practice registered nurse, notwithstanding any provisions contained in such policy. The  
23 policyholder, insured, or beneficiary shall have the right to choose the provider of such  
24 services notwithstanding any provision to the contrary in any other statute.

25 For the purposes of this section, a 'duly licensed practicing psychologist' shall be  
26 defined to only include a psychologist who is duly licensed or certified in the State of  
27 North Carolina and has a doctorate degree in psychology and at least two years clinical  
28 experience in a recognized health setting, or has met the standards of the National  
29 Register of Health Providers in Psychology.

30 Payment or reimbursement is required by this section for a service performed by an  
31 advanced practice registered nurse only when:

- 32 (1) The service performed is within the nurse's lawful scope of practice;
- 33 (2) The policy currently provides benefits for identical services performed  
34 by other licensed health care providers;
- 35 (3) The service is not performed while the nurse is a regular employee in  
36 an office of a licensed physician;
- 37 (4) The service is not performed while the registered nurse is employed by  
38 a nursing facility (including a hospital, skilled nursing facility,  
39 intermediate care facility, or home care agency); and
- 40 (5) The supervising physician has not obtained an assignment of and is not  
41 otherwise entitled to the benefits under the policy.

42 No lack of signature, referral, or employment by any other health care provider may be  
43 asserted to deny benefits under this provision.

1       For purposes of this section, an 'advanced practice registered nurse' means only a  
2 registered nurse who is duly licensed or certified as a nurse practitioner, clinical  
3 specialist in psychiatric and mental health nursing, registered nurse anesthetist, or nurse  
4 midwife."

5       Sec. 3. G.S. 58-65-1 reads as rewritten:

6       "**§ 58-65-1. Regulation and definitions; application of other laws; profit and**  
7       **foreign corporations prohibited.**

8       Any corporation heretofore or hereafter organized under the general corporation  
9 laws of the State of North Carolina for the purpose of maintaining and operating a  
10 nonprofit hospital and/or medical and/or dental service plan whereby hospital care  
11 and/or medical and/or dental service may be provided in whole or in part by said  
12 corporation or by hospitals and/or physicians and/or dentists participating in such plan,  
13 or plans, shall be governed by this Article and Article 66 of this Chapter and shall be  
14 exempt from all other provisions of the insurance laws of this State, heretofore enacted,  
15 unless specifically designated herein, and no laws hereafter enacted shall apply to them  
16 unless they be expressly designated therein.

17       The term 'hospital service plan' as used in this Article and Article 66 of this Chapter  
18 includes the contracting for certain fees for, or furnishing of, hospital care, laboratory  
19 facilities, X-ray facilities, drugs, appliances, anesthesia, nursing care, operating and  
20 obstetrical equipment, accommodations and/or any and all other services authorized or  
21 permitted to be furnished by a hospital under the laws of the State of North Carolina and  
22 approved by the North Carolina Hospital Association and/or the American Medical  
23 Association.

24       The term 'medical service plan' as used in this Article and Article 66 of this Chapter  
25 includes the contracting for the payment of fees toward, or furnishing of, medical,  
26 obstetrical, surgical and/or any other professional services authorized or permitted to be  
27 furnished by a duly licensed physician, except that in any plan in any policy of  
28 insurance governed by this Article and Article 66 of this Chapter that includes services  
29 which are within the scope of practice of a duly licensed optometrist, a duly licensed  
30 chiropractor, a duly licensed practicing psychologist, an advanced practice registered  
31 nurse, and a duly licensed physician, then the insured or beneficiary shall have the right  
32 to choose the provider of the care or service, and shall be entitled to payment of or  
33 reimbursement for such care or service, whether the provider be a duly licensed  
34 optometrist, a duly licensed chiropractor, a duly licensed practicing psychologist, an  
35 advanced practice registered nurse, or a duly licensed physician notwithstanding any  
36 provision to the contrary contained in such policy. The term 'medical services plan' also  
37 includes the contracting for the payment of fees toward, or furnishing of, professional  
38 medical services authorized or permitted to be furnished by a duly licensed provider of  
39 health services licensed under Chapter 90 of the General Statutes.

40       Payment or reimbursement is required by this section for a service performed by an  
41 advanced practice registered nurse only when:

- 42       (1) The service performed is within the nurse's lawful scope of practice;
- 43       (2) The policy currently provides benefits for identical services performed  
44       by other licensed health care providers;

- 1           (3)    The service is not performed while the nurse is a regular employee in  
2           an office of a licensed physician;  
3           (4)    The service is not performed while the registered nurse is employed by  
4           a nursing facility (including a hospital, skilled nursing facility,  
5           intermediate care facility, or home care agency); and  
6           (5)    The supervising physician has not obtained an assignment of and is not  
7           otherwise entitled to the benefits under the policy.

8 No lack of signature, referral, or employment by any other health care provider may be  
9 asserted to deny benefits under this provision.

10       For purposes of this section, an 'advanced practice registered nurse' means only a  
11 registered nurse who is duly licensed or certified as a nurse practitioner, clinical  
12 specialist in psychiatric and mental health nursing, registered nurse anesthetist, or nurse  
13 midwife.

14       For the purposes of this section, a 'duly licensed practicing psychologist' shall be  
15 defined to only include a psychologist who is duly licensed or certified in the State of  
16 North Carolina and has a doctorate degree in psychology and at least two years clinical  
17 experience in a recognized health setting, or has met the standards of the National  
18 Register of Health Providers in Psychology.

19       The term 'dental service plan' as used in this Article and Article 66 of this Chapter  
20 includes contracting for the payment of fees toward, or furnishing of dental and/or any  
21 other professional services authorized or permitted to be furnished by a duly licensed  
22 dentist.

23       The insured or beneficiary of every 'medical service plan' and of every 'dental  
24 service plan,' as those terms are used in this Article and Article 66 of this Chapter, or of  
25 any policy of insurance issued thereunder, that includes services which are within the  
26 scope of practice of both a duly licensed physician and a duly licensed dentist shall have  
27 the right to choose the provider of such care or service, and shall be entitled to payment  
28 of or reimbursement for such care or service, whether the provider be a duly licensed  
29 physician or a duly licensed dentist notwithstanding any provision to the contrary  
30 contained in any such plan or policy.

31       The term 'hospital service corporation' as used in this Article and Article 66 of this  
32 Chapter is intended to mean any nonprofit corporation operating a hospital and/or  
33 medical and/or dental service plan, as herein defined. Any corporation heretofore or  
34 hereafter organized and coming within the provisions of this Article and Article 66 of  
35 this Chapter, the certificate of incorporation of which authorizes the operation of either  
36 a hospital or medical and/or dental service plan, or any or all of them, may, with the  
37 approval of the Commissioner of Insurance, issue subscribers' contracts or certificates  
38 approved by the Commissioner of Insurance, for the payment of either hospital or  
39 medical and/or dental fees, or the furnishing of such services, or any or all of them, and  
40 may enter into contracts with hospitals for physicians and/or dentists, or any or all of  
41 them, for the furnishing of fees or services respectively under a hospital or medical  
42 and/or dental service plan, or any or all of them.

43       The term 'preferred provider' as used in this Article and Article 66 of this Chapter  
44 with respect to contracts, organizations, policies or otherwise means a health care

1 service provider who has agreed to accept, from a corporation organized for the  
2 purposes authorized by this Article and Article 66 of this Chapter or other applicable  
3 law, special reimbursement terms in exchange for providing services to beneficiaries of  
4 a plan administered pursuant to this Article and Article 66 of this Chapter. Except to  
5 the extent prohibited either by G.S. 58-65-140 or by regulations promulgated by the  
6 Department of Insurance not inconsistent with this Article and Article 66 of this  
7 Chapter, the contractual terms and conditions for special reimbursement shall be those  
8 which the corporation and preferred provider find to be mutually agreeable.

9 No foreign or alien hospital or medical and/or dental service corporation as herein  
10 defined shall be authorized to do business in this State."

11 Sec. 4. G.S. 58-65-35 reads as rewritten:

12 **"§ 58-65-35. Nurses' services.**

13 No agency, institution or physician providing a service for which payment or  
14 reimbursement is required to be made under a contract governed by this Article and  
15 Article 66 of this Chapter shall be denied such payment or reimbursement on account of  
16 the fact that the service was rendered through a registered nurse acting under authority  
17 of rules and regulations adopted by the Board of Medical Examiners and the Board of  
18 Nursing pursuant to G.S. 90-6 and 90-171.23.

19 ~~Nothing herein shall be construed to authorize contracting with or making payments~~  
20 ~~directly to a nurse not otherwise permitted."~~

21 Sec. 5. This act becomes effective October 1, 1993, and applies to all plans  
22 and policies with an inception, renewal, or anniversary date on or after October 1, 1993.