

GENERAL ASSEMBLY OF NORTH CAROLINA

SESSION 1999

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HOUSE BILL 1207

Short Title: Eligibility for State Health Benefits.

(Public)

Sponsors: Representatives Culpepper; Mosley and Hurley.

Referred to: Judiciary IV.

April 15, 1999

A BILL TO BE ENTITLED

1 AN ACT TO ALLOW INDIVIDUALS EXCLUDED FROM MEMBERSHIP IN THE
2 TEACHERS' AND STATE EMPLOYEES' COMPREHENSIVE MAJOR MEDICAL
3 PLAN FOR FILING FRAUDULENT CLAIMS TO BE REINSTATED IN THE
4 PLAN.
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6 The General Assembly of North Carolina enacts:

7 Section 1. G.S. 135-40.2(h) reads as rewritten:

8 "(h) No person shall be eligible for coverage as an employee or retired employee or
9 as a dependent of an employee or retired employee upon a finding by the Executive
10 Administrator or Board of Trustees or by a court of competent jurisdiction that the
11 employee or dependent knowingly and willfully made or caused to be made a false
12 statement or false representation of a material fact in a claim for reimbursement of
13 medical services under the Plan. Persons subject to this subsection shall have a cessation
14 of coverage for a period of five years and are eligible for benefits after the five-year
15 period upon a full and complete restitution to the Plan for all fraudulent claim amounts."

16 Section 2. G.S. 135-40.11(a)(6) reads as rewritten:

17 "(6) The last day of the month in which a covered individual is found to have
18 knowingly and willfully made or caused to be made a false statement or
19 false representation of a material fact in a claim for reimbursement of
20 medical services under the Plan. Persons subject to this subdivision

1 shall have a cessation of coverage for a period of five years and are
2 eligible for benefits after the five-year period upon a full and complete
3 restitution to the Plan for all fraudulent claim amounts."

4 Section 3. This act is effective when it becomes law.