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SENATE DRS45325-TK-4A (01/23)

Short Title: Autism Health Insurance Coverage. (Public)

Sponsors: Senators Apodaca and Krawiec (Primary Sponsors).

Referred to:

1 A BILL TO BE ENTITLED
2 AN ACT TO PROVIDE COVERAGE FOR THE TREATMENT OF AUTISM SPECTRUM
3 DISORDERS.

4 The General Assembly of North Carolina enacts:

5 SECTION 1. G.S. 58-3-220 reads as rewritten:

6 "§ 58-3-220. Mental illness benefits coverage.

7 (a) Mental Health Equity Requirement. – Except as provided in subsection (b), an
8 insurer shall provide in each group health benefit plan benefits for the necessary care and
9 treatment of mental illnesses that are no less favorable than benefits for physical illness
10 generally, including application of the same limits. For purposes of this subsection, mental
11 illnesses are as diagnosed and defined in the Diagnostic and Statistical Manual of Mental
12 Disorders, ~~DSM-IV~~, DSM-V, or a subsequent edition published by the American Psychiatric
13 Association, except those mental disorders coded in the ~~DSM-IV~~DSM-V or subsequent edition
14 as autism spectrum disorders (299.00), substance-related disorders (291.0 through 292.2 and
15 303.0 through 305.9), those coded as sexual dysfunctions not due to organic disease (302.70
16 through 302.79), and those coded as "V" codes. For purposes of this subsection, "limits"
17 includes deductibles, coinsurance factors, co-payments, maximum out-of-pocket limits, annual
18 and lifetime dollar limits, and any other dollar limits or fees for covered services.

19 (b) Minimum Required Benefits. – Except as provided in subsection (c), a group health
20 benefit plan may apply durational limits to mental illnesses that differ from durational limits
21 that apply to physical illnesses. A group health benefit plan shall provide at least the following
22 minimum number of office visits and combined inpatient and outpatient days for all mental
23 illnesses and disorders not listed in subsection (c), as diagnosed and defined in the Diagnostic
24 and Statistical Manual of Mental Disorders, ~~DSM-IV~~, DSM-V, or a subsequent edition
25 published by the American Psychiatric Association, except those mental disorders coded in the
26 ~~DSM-IV~~DSM-V or subsequent edition as autism spectrum disorders (299.00),
27 substance-related disorders (291.0 through 292.2 and 303.0 through 305.9), those coded as
28 sexual dysfunctions not due to organic disease (302.70 through 302.79), and those coded as "V"
29 codes:

- 30 (1) Thirty combined inpatient and outpatient days per year.
31 (2) Thirty office visits per year.

32 ...
33 (h) Definitions. – As used in this section:

- 34 (1) "Health benefit plan" has the same meaning as in G.S. 58-3-167.
35 (2) "Insurer" has the same meaning as in G.S. 58-3-167.



1 (3) "Mental illness" has the same meaning as in G.S. 122C-3(21), with a mental
2 disorder defined in the Diagnostic and Statistical Manual of Mental
3 Disorders, ~~DSM-IV~~, DSM-V, or subsequent editions published by the
4 American Psychiatric Association, except those mental disorders coded in
5 the ~~DSM-IV~~ DSM-V or subsequent editions as autism spectrum disorders
6 (299.00), substance-related disorders (291.0 through 292.9 and 303.0
7 through 305.9), those coded as sexual dysfunctions not due to organic
8 disease (302.70 through 302.79), and those coded as "V" codes.

9 (i) Notwithstanding any other provisions of this section, a group health benefit plan
10 that covers both medical and surgical benefits and mental health benefits shall, with respect to
11 the mental health benefits, comply with all applicable standards of Subtitle B of Title V of
12 Public Law 110-343, known as the Paul Wellstone and Pete Domenici Mental Health Parity
13 and Addiction Equity Act of ~~2008~~ 2008, and the applicable regulations, as amended.

14 (j) ~~Subsection (i) of this section applies only to a group health benefit plan covering a~~
15 ~~large employer as defined in G.S. 58-68-25(a)(10)."~~

16 **SECTION 2.** Article 3 of Chapter 58 of the General Statutes is amended by adding
17 a new section to read:

18 **"§ 58-3-192. Coverage for autism spectrum disorders.**

19 (a) As used in this section, the following definitions apply:

20 (1) Adaptive behavior treatment. – The systematic management of instructional
21 and environmental factors or the consequences of behavior that have been
22 shown to be clinically effective through research published in peer reviewed
23 scientific journals and based upon randomized, quasi-experimental, or single
24 subjection designs. Both of the following requirements must be met to meet
25 the definition of behavioral and developmental interventions:

26 a. The intervention must be necessary to (i) increase appropriate or
27 adaptive behaviors, (ii) decrease maladaptive behaviors, or (iii)
28 develop, maintain, or restore, to the maximum extent practicable, the
29 functioning of an individual.

30 b. The treatment must be ordered by a licensed physician or licensed
31 psychologist and the treatment must be provided or supervised by
32 one of the following licensed professionals, so long as the services
33 provided are commensurate with the licensed professional's training,
34 experience, and scope of practice:

35 1. A licensed psychologist or psychological associate.

36 2. A licensed psychiatrist or developmental pediatrician.

37 3. A licensed speech and language pathologist.

38 4. A licensed occupational therapist.

39 5. A licensed clinical social worker.

40 (2) Autism spectrum disorder. – Any of the pervasive developmental disorders
41 or autism spectrum disorders, as defined by the most recent edition of the
42 Diagnostic and Statistical Manual of Mental Disorders (DSM) or the most
43 recent edition of the International Statistical Classification of Diseases and
44 Related Health Problems. Autism spectrum disorder is not considered a
45 mental illness as defined in G.S. 58-3-220, 58-51-55, 58-65-90, or 58-67-75.

46 (3) Diagnosis of autism spectrum disorder. – Any medically necessary
47 assessments, evaluations, or tests to determine whether an individual has
48 autism spectrum disorder.

49 (4) Health benefit plan. – As defined in G.S. 58-3-167.

50 (5) Pharmacy care. – Medications prescribed by a licensed health care provider.

- 1 (6) Psychiatric care. – Direct or consultative services provided by a licensed
2 psychiatrist.
- 3 (7) Psychological care. – Direct or consultative services provided by a licensed
4 psychologist or licensed psychological associate.
- 5 (8) Therapeutic care. – Direct or consultative services provided by a licensed
6 speech therapist, licensed occupational therapist, licensed physical therapist,
7 licensed clinical social worker, or licensed professional counselor.
- 8 (9) Treatment for autism spectrum disorders. – Any of the following care for an
9 individual diagnosed with autism spectrum disorder, or equipment related to
10 that care, ordered by a licensed physician or a licensed psychologist who
11 determines the care to be medically necessary:
- 12 a. Adaptive behavior treatment.
- 13 b. Pharmacy care.
- 14 c. Psychiatric care.
- 15 d. Psychological care.
- 16 e. Therapeutic care.
- 17 (b) Except as provided in subsection (d), health benefit plans shall provide coverage for
18 the screening, diagnosis, and treatment of autism spectrum disorder for individuals 18 years of
19 age or younger. No insurer shall terminate coverage or refuse to issue, amend, or renew
20 coverage to an individual solely because the individual is diagnosed with autism spectrum
21 disorder or has received treatment for autism spectrum disorder.
- 22 (c) Coverage under this section may not be subject to any limits on the number of visits
23 an individual may have for treatment of autism spectrum disorder.
- 24 (d) Coverage for adaptive behavior treatments under this section may be subject to a
25 maximum benefit of up to forty thousand dollars (\$40,000) per year.
- 26 (e) Coverage under this section may not be denied on the basis that the treatments are
27 habilitative or educational in nature.
- 28 (f) Coverage under this section may be subject to co-payment, deductible, and
29 coinsurance provisions of a health benefit plan that are not less favorable than the co-payment,
30 deductible, and coinsurance provisions that apply to substantially all medical services covered
31 by the health benefit plan.
- 32 (g) This section shall not be construed as limiting benefits that are otherwise available
33 to an individual under a health benefit plan.
- 34 (h) Nothing in this section shall apply to non-grandfathered health plans in the
35 individual and small group markets that are subject to the requirement to cover the essential
36 health benefit package under 45 C.F.R. § 147.150(a). For purposes of this subsection,
37 "non-grandfathered health plan" is a health benefit plan not included in the plans defined under
38 G.S. 58-50-110(10a).
- 39 (i) This section shall not be construed as affecting any obligation to provide services to
40 an individual under an individualized family service plan, an individualized education program,
41 or an individualized service plan.
- 42 (j) Except as provided in subsection (d), every health benefit plan shall provide
43 coverage for the screening, diagnosis, and treatment of autism spectrum disorder in accordance
44 with all applicable standards of Subtitle B of Title V of Public Law 110-343, known as the Paul
45 Wellstone and Pete Domenici Mental Health Parity and Addiction Equity Act of 2008, and the
46 applicable regulations, as amended."

47 **SECTION 3.** G.S. 58-51-55(a) reads as rewritten:

48 "(a) Definitions. – As used in this section, the term:

- 49 (1) "Mental illness" has the same meaning as defined in G.S. 122C-3(21), with a
50 mental disorder defined in the Diagnostic and Statistical Manual of Mental
51 Disorders, ~~DSM-IV~~, DSM-V, or a subsequent edition published by the

1 American Psychiatric Association, except those mental disorders coded in
2 the ~~DSM-IV~~-DSM-V or subsequent editions as autism spectrum disorders
3 (299.00), substance-related disorders (291.0 through 292.9 and 303.0
4 through 305.9), those coded as sexual dysfunctions not due to organic
5 disease (302.70 through 302.79), and those coded as "V" codes.

- 6 (2) "Chemical dependency" has the same meaning as defined in G.S. 58-51-50,
7 with a mental disorder defined in the Diagnostic and Statistical Manual of
8 Mental Disorders, ~~DSM-IV~~, DSM-V, or subsequent editions published by
9 the American Psychiatric Association."

10 **SECTION 4.** G.S. 58-67-75(a) reads as rewritten:

11 "(a) Definitions. – As used in this section, the term:

- 12 (1) "Mental illness" has the same meaning as defined in G.S. 122C-3(21), with a
13 mental disorder defined in the Diagnostic and Statistical Manual of Mental
14 Disorders, ~~DSM-IV~~, DSM-V, or subsequent editions published by the
15 American Psychiatric Association, except those mental disorders coded in
16 the ~~DSM-IV~~-DSM-V or subsequent editions as autism spectrum disorders
17 (299.00), substance-related disorders (291.0 through 292.9 and 303.0
18 through 305.9), those coded as sexual dysfunctions not due to organic
19 disease (302.70 through 302.79), and those coded as "V" codes.

- 20 (2) "Chemical dependency" has the same meaning as defined in G.S. 58-67-70,
21 with a mental disorder defined in the Diagnostic and Statistical Manual of
22 Mental Disorders, ~~DSM-IV~~, DSM-V or subsequent editions published by the
23 American Psychiatric Association."

24 **SECTION 5.** G.S. 58-65-90(a) reads as rewritten:

25 "(a) Definitions. – As used in this section, the term:

- 26 (1) "Mental illness" has the same meaning as defined in G.S. 122C-3(21), with a
27 mental disorder defined in the Diagnostic and Statistical Manual of Mental
28 Disorders, ~~DSM-IV~~, DSM-V, or subsequent editions published by the
29 American Psychiatric Association, except those mental disorders coded in
30 the ~~DSM-IV~~-DSM-V or subsequent editions as substance-related disorders
31 (291.0 through 292.9 and 303.0 through 305.9), those coded as autism
32 spectrum disorders (299.00), sexual dysfunctions not due to organic disease
33 (302.70 through 302.79), and those coded as "V" codes.

- 34 (2) "Chemical dependency" has the same meaning as defined in G.S. 58-65-75,
35 with a mental disorder defined in the Diagnostic and Statistical Manual of
36 Mental Disorders, ~~DSM-IV~~, DSM-V, or subsequent editions published by
37 the American Psychiatric Association."

38 **SECTION 6.** This act becomes effective October 1, 2015, and applies to insurance
39 contracts issued, renewed, or amended on or after that date.