

Benefit Booklet

For

BlueHomeSM

with Novant Health



An Independent Licensee of the Blue Cross and Blue Shield Association

BENEFIT BOOKLET

This benefit booklet, along with the "Summary of Benefits," application and any optional benefit endorsement, is the legal contract between you and Blue Cross and Blue Shield of North Carolina (Blue Cross NC). **Please read this benefit booklet carefully.**

A summary of benefits, conditions, limitations, and exclusions is set forth in this benefit booklet for easy reference.

YOUR POLICY MAY NOT BE IN FORCE WHEN YOU HAVE A CLAIM! PLEASE READ!

Your policy was issued based on the information entered in your application, a copy of which is attached to the policy. If, to the best of your knowledge and belief, there is any misstatement in your application or if any information of any insured person has been omitted, you should advise Blue Cross NC immediately regarding the incorrect or omitted information; otherwise, your policy may not be a valid contract.

RIGHT TO RETURN POLICY WITHIN 10 DAYS. If for any reason you are not satisfied with your policy, you may return it to Blue Cross NC within 10 days of the date you received it and the premium you paid will be promptly refunded.

Blue Home with Novant Health MEMBER'S premiums may be adjusted with 45 days' notice. After the first premium adjustment, the premium cannot be adjusted more frequently than 12 months unless an adjustment is required by law or you make changes to your policy. Premiums may increase as you age, and you will be notified within 45 days' notice of any rate increase.

Blue Cross and Blue Shield of North Carolina has directed that this benefit booklet be issued and signed by the President and the Secretary.



Attest:

A handwritten signature in black ink, appearing to read "S. Sturde".

President

A handwritten signature in black ink, appearing to read "Danielle L. Gray".

Secretary

Important Cancellation Information-please read the provision in this benefit booklet entitled, "When Coverage Begins and Ends."

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RECENT CHANGES

Currently not applicable

GETTING STARTED WITH BLUE HOME WITH NOVANT HEALTH

IMPORTANT INFORMATION REGARDING THIS HEALTH BENEFIT PLAN:

You may have purchased this health benefit plan through the Health Insurance MARKETPLACE (MARKETPLACE) established through the federal health care reform legislation called the Patient Protection and Affordable Care Act. In order for a health insurance plan to be offered in the MARKETPLACE it must meet the requirements of a qualified health plan (QHP) which include coverage of a core set of benefits, called ESSENTIAL HEALTH BENEFITS, and certain limits on deductibles, copayments, and out-of-pocket costs. See “Glossary” for a list of the services that are considered ESSENTIAL HEALTH BENEFITS. Note that while no annual or lifetime dollar limits are allowed on ESSENTIAL HEALTH BENEFITS, federal law does allow insurance companies to include annual or lifetime dollar limits on non-essential health benefits. See “Summary of Benefits” for any limits that may apply.

By purchasing health insurance through the MARKETPLACE and depending on your household income, you may be eligible for federal subsidies, including a new type of tax credit that you can use to lower your monthly health insurance premium (called a premium subsidy) and/or financial assistance on out-of-pocket expenses, called cost-sharing reductions. In certain situations, the federal government no longer offers a premium subsidy once an individual qualifies for health benefits under the Medicare program. However, the rules that apply to such situations are complex. If you have questions about how your Medicare eligibility might affect the subsidy you are receiving, you should contact the MARKETPLACE. Find out more at www.healthcare.gov.

In accordance with applicable federal law, Blue Cross and Blue Shield of North Carolina (Blue Cross NC) will not discriminate against any health care provider acting within the scope of their license or certification, or against any person who has received federal subsidies, or taken any other action to endorse his or her right under applicable federal law. Further, Blue Cross NC shall not impose eligibility rules or variations in premiums based on any specified health status-related factors unless specifically permitted by law.

Getting Started

This benefit booklet provides important information about your benefits and can help you understand how to maximize them. It’s important that you read the entire booklet. If you need help or more information, it tells you how to contact us in the “Who to Contact” section.

Notes on Words

As you read this benefit booklet, keep in mind that any word you see in small capital letters (SMALL CAPITAL LETTERS) is a defined term and appears in “Glossary” at the end of this benefit booklet. The terms “we,” “us,” and “Blue Cross NC” refer to Blue Cross and Blue Shield of North Carolina.

GETTING STARTED WITH BLUE HOME WITH NOVANT HEALTH *(cont.)*

This Booklet

This booklet tells you about:

- Your COVERED SERVICES and exclusions – or services that are not covered
- How your health benefit plan works
- How we share expenses for COVERED SERVICES
- Who is eligible to be covered under this health benefit plan and when this coverage starts and ends
- Our UTILIZATION MANAGEMENT programs and the right to appeal the decision
- Any Special Programs that may come with your health benefit plan

PRIOR REVIEW and CERTIFICATION

Certain services require PRIOR REVIEW and CERTIFICATION in order for you to avoid a full denial of benefits. General categories of services requiring PRIOR REVIEW and CERTIFICATION are noted in “COVERED SERVICES.” To determine if a specific service requires PRIOR REVIEW and CERTIFICATION, visit our website at www.BlueCrossNC.com for the PRIOR REVIEW list, which is updated when new services are added or when services are removed. You can also call Blue Cross NC Customer Service. See “PRIOR REVIEW (Pre-Service)” in “UTILIZATION MANAGEMENT” for information about the review process.

Exclusions and Limitations

Exclusions and limitations apply to your coverage. Service-specific exclusions are stated along with the benefit description in “COVERED SERVICES.” Exclusions that apply to many services are listed in “What Is Not Covered?” To understand the exclusions and limitations that apply to each service, read “COVERED SERVICES,” “Summary of Benefits” and “What Is Not Covered?”

No Assignment of Benefits

The benefits described in this benefit booklet are provided only for MEMBERS. These benefits and the right to receive payment under this health benefit plan cannot be transferred or assigned to any other person or entity, including PROVIDERS. Blue Cross NC will not recognize any such assignment, and any attempted assignment is void if performed without Blue Cross NC’s prior written consent. Blue Cross NC may pay a PROVIDER directly. For example, Blue Cross NC pays IN-NETWORK PROVIDERS directly under applicable contracts with those PROVIDERS. However, any PROVIDER’S right to be paid directly is through such contract with Blue Cross NC, and not through this health benefit plan. Under this health benefit plan, Blue Cross NC has the sole right to determine if payment for services is made to the PROVIDER, to the SUBSCRIBER, or allocated among both. Blue Cross NC’s decision to pay a PROVIDER directly in no way reflects or creates any rights of the PROVIDER under this health benefit plan, including but not limited to benefits, payments or procedures.

GETTING STARTED WITH BLUE HOME WITH NOVANT HEALTH *(cont.)*

More Information upon Request

You may receive, upon request, information about Blue Home with Novant Health, its services and DOCTORS, including printed copies of this benefit booklet with a benefit summary, and a directory of IN-NETWORK PROVIDERS.

Medical and Reimbursement Policies

Certain services are covered pursuant to Blue Cross NC medical and reimbursement policies, which are updated throughout the plan year. These policies describe the procedure and criteria to determine whether a procedure, treatment, facility, equipment, drug or device is MEDICALLY NECESSARY and eligible for coverage, INVESTIGATIONAL or EXPERIMENTAL, COSMETIC, or a convenience item. The most up-to-date medical and reimbursement policies are available at www.BlueCrossNC.com, or call Blue Cross NC Customer Service at the number listed in “Who to Contact?”

Reduced or Waived Payments

From time to time, MEMBERS may receive a reduced or waived copayment, deductible, and/or coinsurance on designated services, therapies, or PRESCRIPTION DRUGS in connection with programs designed to reduce medical costs, or to encourage MEMBERS to seek appropriate, high quality, efficient care based on Blue Cross NC criteria.

Depending on your plan, the manufacturer may, from time to time, provide a rebate, or discount for certain PRESCRIPTION DRUGS, or DURABLE MEDICAL EQUIPMENT. These rebates may be automatically applied to the ALLOWED AMOUNT of the PRESCRIPTION DRUG, or DURABLE MEDICAL EQUIPMENT, reducing the cost-sharing amounts you may owe. Which PRESCRIPTION DRUGS, or DURABLE MEDICAL EQUIPMENT receive rebates and how long the rebates are in place may change without notice.

Common Insurance Terms

To help you become familiar with some common insurance terms concerning what you may owe after visiting your PROVIDER, see the chart below and the “Glossary”:

| | |
|------------|--|
| Copayment | The fixed dollar amount you must pay for some COVERED SERVICES at the time you receive them, if this health benefit plan includes copayments. One copayment covers most services at a PROVIDER’S office. Copayments may also apply to URGENT CARE and emergency room services. Copayments are not credited to the deductible; however, they are credited to the TOTAL OUT-OF-POCKET LIMIT. |
| Deductible | The dollar amount you must incur for COVERED SERVICES in a BENEFIT PERIOD before benefits are payable under this health benefit plan. The deductible does not include coinsurance, copayments, charges in |

GETTING STARTED WITH BLUE HOME WITH NOVANT HEALTH *(cont.)*

| | |
|---------------------------|--|
| | excess of the ALLOWED AMOUNT, amounts exceeding any maximum, or charges for noncovered services. |
| Coinsurance | The sharing of charges by Blue Cross NC and you for COVERED SERVICES, after you have met your BENEFIT PERIOD deductible. The coinsurance listed is your share of the cost of a COVERED SERVICE. |
| TOTAL OUT-OF-POCKET LIMIT | The TOTAL OUT-OF-POCKET LIMIT is the dollar amount you pay for COVERED SERVICES in a BENEFIT PERIOD before Blue Cross NC pays 100% of COVERED SERVICES. Amounts applied to your deductible and coinsurance, as well as any applicable copayments, count towards your TOTAL OUT-OF-POCKET LIMIT. The TOTAL OUT-OF-POCKET LIMIT does not include charges over ALLOWED AMOUNTS, including any charges over the allowable cost difference between GENERIC and BRAND-NAME drugs, premiums, and charges for noncovered services. |

Here is an **example** of what your costs could be for IN-NETWORK or OUT-OF-NETWORK services. The scenario is a total outpatient HOSPITAL bill of \$5,000.

| | IN-NETWORK | OUT-OF-NETWORK |
|--|--|--|
| A. Total Bill | \$5,000 | \$5,000 |
| B. ALLOWED AMOUNT | \$3,825 | \$4,250 |
| C. Deductible Amount (For IN-NETWORK and OUT-OF-NETWORK Services Combined) | \$1,000 | \$3,000 |
| D. ALLOWED AMOUNT Minus Deductible (B-C) | \$2,825 | \$1,250 |
| E. Your Coinsurance Amount (x% times D) | (20%) \$565 | (50%) \$625 |
| F. Amount You Owe Over ALLOWED AMOUNT | \$0 (IN-NETWORK charges limited to ALLOWED AMOUNT) | \$750 (difference between Total Bill and ALLOWED AMOUNT) |
| G. Total Amount You Owe (C+E+F) | \$1,565 | \$4,375 |

Deductible and coinsurance amounts are for example only. Refer to "Summary of Benefits" for your benefits.

For Help in Reading this Benefit Booklet

Blue Cross NC provides consumer assistance tools and services for individuals living with disabilities (including accessible Web sites and the provision of auxiliary aids and services at no cost to the individual) in accordance with the Americans with Disabilities Act and section

GETTING STARTED WITH BLUE HOME WITH NOVANT HEALTH *(cont.)*

504 of the Rehabilitation Act. Blue Cross NC also provides language services at no cost to the individual, including oral interpretation and written translations. To access these services and more, call 1-888-206-4697. For TTY and TDD, call 1-800-442-7028.

WHO TO CONTACT?

Toll-Free Phone Numbers, Website and Addresses

| | |
|--|--|
| <p>Blue Cross NC Website: www.BlueCrossNC.com</p> | <p>Find IN-NETWORK PROVIDERS, and get information about top-performing facilities, PRESCRIPTION DRUG information, and information about Blue Cross NC.</p> |
| <p>Blue Connect Website: www.BlueConnectNC.com</p> | <p>Use our secure MEMBER website to look at your plan, check benefits, eligibility, and claims status, download forms, manage your account, ask for new (IDENTIFICATION CARDS) ID CARDS, get helpful wellness information and more.</p> |
| <p>Blue Cross NC Customer Service: 1-888-206-4697 TTY/TDD: 1-800-442-7028</p> | <p>For questions about your benefits, claims, and new ID CARD requests, or to voice a complaint.</p> |
| <p>PRESCRIPTION DRUG Information: 1-888-206-4697 and www.BlueCrossNC.com/umdrug</p> | <p>You may visit our website or call Blue Cross NC Customer Service to access a list of IN-NETWORK pharmacies (including the Specialty Network); a list of PRESCRIPTION DRUGS that are subject to PRIOR REVIEW, quantity or benefit limitations; or a copy of the FORMULARY. You may also visit www.BlueCrossNC.com/umdrug for more information.</p> |
| <p>MARKETPLACE: 1-866-444-3272 www.healthcare.gov</p> | <p>For questions about your enrollment in health insurance plans offered through the Federal Health Insurance MARKETPLACE (MARKETPLACE). The MARKETPLACE can answer questions about your eligibility status and subsidies.</p> |
| <p>PRIOR REVIEW and CERTIFICATION: MEMBERS call: 1-888-206-4697 PROVIDERS call: 1-800-214-4844</p> | <p>Some services need PRIOR REVIEW and CERTIFICATION from Blue Cross NC. Up to date information about which services may need PRIOR REVIEW can be found online at www.BlueConnectNC.com.</p> |
| <p>Behavioral Health: 1-800-359-2422</p> | <p>For questions about your mental health and substance use disorder benefits and claims.</p> |
| <p>Out of North Carolina Care: 1-800-810-2583 (Blue)</p> | <p>For help in obtaining care outside of North Carolina or the United States (U.S.), call this number or visit www.BCBS.com.</p> |
| <p>Teladoc Telehealth:</p> | <p>For 24/7 access to a DOCTOR regarding nonemergency medical issues, call or visit the website to ask for a</p> |

WHO TO CONTACT? *(cont.)*

| | |
|--|---|
| 1-800-835-2362 and https://www.teladoc.com | consultation. DOCTORS will be able to diagnose and suggest a treatment that's appropriate. |
| Nurse Support: 1-800-260-0091 | Talk to a Nurse Advocate about receiving support for managing asthma, diabetes, congestive heart failure, coronary artery disease (CAD) and chronic obstructive pulmonary disease (COPD) or hypertension. |
| My Pregnancy: www.BlueConnectNC.com | For information about programs and support for managing your pregnancy. |
| Medical Claims Filing: Blue Cross NC Claims Department PO Box 35 Durham, NC 27702-0035 | Mail completed medical and pediatric dental or vision claims to this address. |
| PRESCRIPTION DRUG Claims Filing: Prime Therapeutics Mail Route: Commercial PO Box 25136 Lehigh Valley, PA 18002-5136 | Mail completed PRESCRIPTION DRUG claims to this address. |

Value-Added Programs

Please note: These programs are not covered benefits and are outside of this health benefit plan. Blue Cross NC does not accept claims or reimburse for these goods or services, and MEMBERS are responsible for paying all bills. Blue Cross NC may change or discontinue these programs at any time.

Blue365™

Keep your body – and budget – healthy

Staying healthy and active should be easy – and affordable. That's why Blue Cross NC offers Blue365™. It's a simple way to save on everything you need for a well-balanced lifestyle.

Get deals, discounts & more:

- Fitness: Gym memberships & fitness gear
- Personal Care: Vision & hearing care
- Healthy Eating: Weight loss & nutrition programs
- Lifestyle: Travel & family activities
- Wellness: Mind/body wellness tools & resources
- Financial Health: Financial tools & programs

WHO TO CONTACT? *(cont.)*

Join and save

Visit www.BlueCrossNC.com/Blue365

Or call 1-855-511-BLUE (2583)

HOW BLUE HOME WITH NOVANT HEALTH WORKS

This section provides information about choosing services at the most cost-effective benefit level. It tells you about:

Table of Contents:

- Most Cost-Effective Benefit Level
- OUT-OF-NETWORK Benefit Exceptions
- Care Outside of North Carolina or the U.S.
- Bundled Care and Payments Program
- Carry your ID CARD
- Role of a PRIMARY CARE PROVIDER (PCP) or SPECIALIST
- Premium Payments

Key Words:

- PRIMARY CARE PROVIDER/SPECIALIST
- AMERICAN INDIAN/ALASKAN NATIVE PROVIDERS
- ALLOWED AMOUNT vs. Billed Amount
- After-hours care
- Referrals
- PRIOR REVIEW
- Filing claims

Most Cost-Effective Benefit Level

As a MEMBER of the Blue Home with Novant Health plan, you will enjoy quality health care from a network of health care PROVIDERS. You do not have to get a referral to see your DOCTOR and you will have easy access to SPECIALISTS. To get the most from your health care benefits, visit an IN-NETWORK PROVIDER. Although Blue Home with Novant Health has a smaller network, you still have access to IN-NETWORK PROVIDERS, as well as OUT-OF-NETWORK PROVIDERS – the main difference will be the cost to you. Benefits are available for services from an IN- or OUT-OF-NETWORK PROVIDER that is recognized by Blue Cross NC as eligible.

NOTE: Blue Home with Novant Health has a smaller PROVIDER network, so not all PROVIDERS participate with all Blue Cross NC plans. When traveling outside of North Carolina or the U.S., only EMERGENCY SERVICES will be covered at the IN-NETWORK benefit level. All other nonemergency COVERED SERVICES will be covered at the OUT-OF-NETWORK benefit level. See “OUT-OF-NETWORK Benefit Exceptions” and “Care Outside of North Carolina or the U.S.” for more information. For a list of eligible PROVIDERS, please visit our website at www.BlueCrossNC.com or call Blue Cross NC Customer Service at the number listed in “Who to Contact?”

Here’s a look at how it works:

| | IN-NETWORK | OUT-OF-NETWORK |
|------------------|--|---|
| Type of PROVIDER | IN-NETWORK PROVIDERS are health care professionals and facilities that have contracted with Blue Cross NC. | OUT-OF-NETWORK PROVIDERS are not designated as a Blue Home with Novant Health PROVIDER by Blue Cross NC. Also see |

HOW BLUE HOME WITH NOVANT HEALTH WORKS *(cont.)*

| | IN-NETWORK | OUT-OF-NETWORK |
|---|---|---|
| | <p>IN-NETWORK PROVIDERS agree to limit charges for COVERED SERVICES to the ALLOWED AMOUNT.</p> <p>The list of IN-NETWORK PROVIDERS may change from time to time. IN-NETWORK PROVIDERS are listed on our website at www.BlueCrossNC.com, or call Blue Cross NC Customer Service at the number listed in "Who to Contact?"</p> | <p>"OUT-OF-NETWORK Benefit Exceptions."</p> |
| AMERICAN INDIAN/ALASKA NATIVE PROVIDERS | <p>If you are eligible to receive care from an AMERICAN INDIAN/ALASKA NATIVE PROVIDER and are a MEMBER who has been designated by the MARKETPLACE to be AMERICAN INDIAN/ALASKA NATIVE, you and your AMERICAN INDIAN/ALASKA NATIVE PROVIDER are subject to all terms and requirements set forth in this booklet, including but not limited to filing claims and PRIOR REVIEW requirements.</p> | |
| ALLOWED AMOUNT vs. Billed Amount | <p>If the billed amount for COVERED SERVICES is greater than the ALLOWED AMOUNT, you are not responsible for the difference. You only pay any applicable copayment, deductible, coinsurance, and noncovered expenses. (See Filing Claims below for additional information.)</p> | <p>You may be responsible for paying any charges over the ALLOWED AMOUNT in addition to any applicable copayment, deductible, coinsurance, and noncovered expenses. For EMERGENCY SERVICES, see "OUT-OF-NETWORK Benefit Exceptions" and "EMERGENCY and Ambulance Services."</p> |
| After-hours Care | <p>If you need nonemergency services after your PROVIDER'S office has closed, please call your PROVIDER'S office for their recorded instructions.</p> | |
| Referrals | <p>Blue Cross NC does not require you to obtain referrals. However, in order for MEMBERS who are designated by the MARKETPLACE to be AMERICAN INDIAN/ALASKA NATIVE, and do not qualify for an AMERICAN INDIAN/ALASKA NATIVE specific plan, to receive cost sharing</p> | |

HOW BLUE HOME WITH NOVANT HEALTH WORKS *(cont.)*

| | IN-NETWORK | OUT-OF-NETWORK |
|--|--|---|
| | adjustments from PROVIDERS other than AMERICAN INDIAN/ALASKA NATIVE PROVIDERS, Blue Cross NC may require you to obtain a referral. | |
| Care Outside of North Carolina or the U.S. | Your ID CARD gives you access to PROVIDERS outside the state of North Carolina or the U.S. through the BlueCard® Program only for EMERGENCY SERVICES and benefits are provided at the IN-NETWORK benefit level. | If you see a PROVIDER outside of North Carolina or the U.S. for services other than EMERGENCY SERVICES, you will receive the lower OUT-OF-NETWORK benefit. Also see "OUT-OF-NETWORK Benefit Exceptions." |
| PRIOR REVIEW | <p>IN-NETWORK PROVIDERS in North Carolina are responsible for requesting PRIOR REVIEW when necessary.</p> <p>See "Who to Contact?" for information on who to call for PRIOR REVIEW and to obtain CERTIFICATION.</p> <p>PRIOR REVIEW is not required for an EMERGENCY or for an inpatient HOSPITAL stay for 48 hours after a vaginal delivery or 96 hours after a Cesarean section.</p> | <p>You are responsible for ensuring that you or your OUT-OF-NETWORK PROVIDER, in or outside of North Carolina or the U.S., requests PRIOR REVIEW by Blue Cross NC or its designee when necessary.</p> <p>See "Who to Contact?" for information on who to call for PRIOR REVIEW and to obtain CERTIFICATION for mental health and substance use disorder services and all other medical services.</p> <p>Failure to request PRIOR REVIEW and obtain CERTIFICATION will result in a full denial of benefits. However, PRIOR REVIEW is not required for an EMERGENCY or for an inpatient HOSPITAL stay for 48 hours after a vaginal delivery or 96 hours after a Cesarean section.</p> |
| Filing Claims | IN-NETWORK PROVIDERS in North Carolina are responsible for filing claims directly with Blue Cross NC. However, you will have to file a claim if you do not show your ID CARD when you obtain a PRESCRIPTION from an IN-NETWORK pharmacy, or the | You may have to pay the OUT-OF-NETWORK PROVIDER in full and submit your own claim to Blue Cross NC. Claims must be received by Blue Cross NC within 18 months of the date the service was provided. Claims not received within 18 months from the service |

HOW BLUE HOME WITH NOVANT HEALTH WORKS *(cont.)*

| | IN-NETWORK | OUT-OF-NETWORK |
|--|--|---|
| | <p>IN-NETWORK pharmacy's records do not show you as eligible for coverage, or you are in your three month grace period if you receive a federal subsidy. In order to recover the full cost of the PRESCRIPTION minus any applicable copayment or coinsurance you owe, return to the IN-NETWORK pharmacy within 14 days of receiving your PRESCRIPTION so that it can be reprocessed with your correct eligibility information and the pharmacy will make a refund to you. If you are unable to return to the pharmacy within 14 days, mail claims in time to be received within 18 months of the date of the service in order to receive IN-NETWORK benefits. Claims not received within 18 months from the service date will not be covered, except in the absence of legal capacity of the MEMBER.</p> | <p>date will not be covered, except in the absence of legal capacity of the MEMBER.</p> |

OUT-OF-NETWORK Benefit Exceptions

In an EMERGENCY, in situations where IN-NETWORK PROVIDERS are not reasonably available as determined by Blue Cross NC's access to care standards, or in continuity of care situations, OUT-OF-NETWORK benefits will be paid at the IN-NETWORK benefit level. However, you may be responsible for charges billed separately by the PROVIDER which are not eligible for additional reimbursement. If you are billed by the PROVIDER, you will be responsible for paying the bill and filing a claim with Blue Cross NC.

For more information, see one of the following sections: "EMERGENCY and Ambulance Services" or "Continuity of Care" in "UTILIZATION MANAGEMENT." For information about Blue Cross NC's access to care standards, see our website at www.BlueCrossNC.com and type "access to care" in the search bar. If you believe an IN-NETWORK PROVIDER is not reasonably available, you can help assure that

HOW BLUE HOME WITH NOVANT HEALTH WORKS *(cont.)*

benefits are paid at the correct benefit level by calling Blue Cross NC before receiving care from an OUT-OF-NETWORK PROVIDER.

Care Outside of North Carolina or the U.S.

Blue Home with Novant Health gives you access to PROVIDERS outside of North Carolina and the U.S. When outside of North Carolina or the U.S., benefits are provided for nonemergency COVERED SERVICES at the OUT-OF-NETWORK benefit level. However, you will receive IN-NETWORK benefits for:

EMERGENCY SERVICES:

- Follow the same procedure that you would if you were in North Carolina. See “What To Do In An EMERGENCY.” If you are not admitted as a HOSPITAL inpatient, you will owe your emergency room copayment for EMERGENCY SERVICES, if applicable.
- You may need to transfer to an IN-NETWORK HOSPITAL once your condition is STABILIZED in order to continue receiving IN-NETWORK benefits. For more information, refer to “EMERGENCY and Ambulance Services.”
- While outside North Carolina or the U.S., you may prefer or may be required to pay for medical services. If this occurs, call Blue Cross NC Customer Service at the number listed in “Who to Contact?” to request a claim form.
- For EMERGENCY care for mental health and substance use disorder, although PRIOR REVIEW is not required, you may call the number listed in “Who to Contact?” for assistance in locating a PROVIDER.

Bundled Care and Payments Program

Blue Cross NC is working with a select group of high-quality PROVIDERS to deliver coordinated care and simplified billing. All your care is coordinated for you, and all costs for services are billed together—saving time and reducing paperwork. Visit www.BlueCrossNC.com/bundle for more information and to see the list of PROVIDERS participating in this program. You’ll also want to verify that these PROVIDERS are in the Blue Home with Novant Health network by visiting www.BlueCrossNC.com or calling Blue Cross NC Customer Service at the number listed in “Who to Contact?” The list of SURGERIES and specialties, and participating PROVIDERS under this program may change from time to time.

Carry Your ID CARD

Your ID CARD identifies you as a Blue Home with Novant Health MEMBER. Be sure to carry your ID CARD with you at all times and present it each time you seek health care.

For ID CARD requests, please visit our website at www.BlueConnectNC.com or call Blue Cross NC Customer Service at the number listed in “Who to Contact?”

HOW BLUE HOME WITH NOVANT HEALTH WORKS *(cont.)*

The Role of a PRIMARY CARE PROVIDER (PCP) or SPECIALIST

Blue Cross NC is strongly committed to continuously improving your quality of care and reducing the cost of using health care services. Maintaining a relationship with a PCP, who will help you manage your health and make decisions about your health care needs, is an important step towards ensuring you receive the highest quality of care. In certain situations, you may be asked to select an available IN-NETWORK PCP after you enroll. While we are requesting you select a PCP, it is not required. If you do choose a PCP you may change your selected PCP, including an OUT-OF-NETWORK PCP, at any time by visiting **www.BlueCrossNC.com**. If you change PCPS, be sure to have your medical records transferred, especially immunization records, to provide your new DOCTOR with your medical history. You should participate actively in all decisions related to your health care and discuss all treatment options with your health care PROVIDER regardless of cost or benefit coverage. PCPS are trained to deal with a broad range of health care issues and can help you to determine when you need a SPECIALIST. PROVIDERS from medical specialties such as family practice, internal medicine and pediatrics may participate as PCPS.

Please visit our website at **www.BlueCrossNC.com** and click on 'Find a Doctor' or call Blue Cross NC Customer Service to confirm that the PROVIDER is in the network before receiving care.

If your PCP or SPECIALIST leaves our PROVIDER network and they are currently treating you for an ongoing special condition, see "Continuity of Care" in "UTILIZATION MANAGEMENT."

Upon the request of the MEMBER and subject to approval by Blue Cross NC, a SPECIALIST treating a MEMBER for a serious or chronic disabling or life-threatening condition can act as the MEMBER'S PCP. The selected SPECIALIST would be responsible for providing and coordinating the MEMBER'S primary and specialty care. The selection of a SPECIALIST under these circumstances shall be made under a treatment plan approved by the SPECIALIST and Blue Cross NC, with notice to the PCP if applicable. A request may be denied where it is determined that the SPECIALIST cannot appropriately coordinate the MEMBER'S primary and specialty care.

To make this request or if you would like the professional qualifications of your PCP or IN-NETWORK SPECIALIST, you may call Blue Cross NC Customer Service at the number listed in "Who to Contact?"

Premium Payments

You may view payment information, payment history, and current amount due by visiting our website at **www.BlueCrossNC.com**. Your premiums are due on or before your premium due date. If you pay your premiums through automatic bank draft, please be aware that if there are insufficient funds, Blue Cross NC may attempt to debit your bank account until sufficient funds are received. We will not make more than two attempts to debit your bank account.

HOW BLUE HOME WITH NOVANT HEALTH WORKS *(cont.)*

Blue Cross NC does not charge a fee for this service; however, your bank may charge a fee if there are insufficient funds to cover the payment.

If premium payments are not made within the time allowed, this health benefit plan will be terminated. In order to enroll in a new plan after terminating for nonpayment, Blue Cross NC may require you to pay any past due premiums within the last 12 months in addition to the first month's premium for your new plan, as allowed under federal law.

If you purchased a MARKETPLACE plan, the MARKETPLACE determines your eligibility for and/or any amount of Advanced Premium Tax Credit (APTC) that you may be eligible to receive. Blue Cross NC will only accept APTC information from the MARKETPLACE. For any questions or concerns regarding your eligibility or amount of your APTC, please contact the MARKETPLACE at www.healthcare.gov or call the number listed in "Who To Contact?"

Grace Period

If your premium payment is not received by the due date, you will receive a grace period to allow time for payment before your policy terminates.

- A 25-day grace period applies if:
 - You did not purchase a MARKETPLACE plan
 - You purchased a MARKETPLACE plan and you do NOT receive an APTC
- A three-month grace period applies if you purchased a MARKETPLACE plan and you receive an APTC.

If Blue Cross NC receives your premiums past the premium due date, Blue Cross NC may charge a fee for any late payment of premiums. You will be notified if you incur any fees charged by Blue Cross NC. Failure to pay the fee, either by separate payment or by including the payment with your next premium payment, will result in your next payment being applied first to any outstanding fees incurred and then to your premium payment. This may result in a shortage of monies owed on your premium payment and may result in termination of coverage. See "Termination of MEMBER Coverage."

Reinstating Your Policy

If you have been terminated and wish to be reinstated, the following applies:

- If you purchased a MARKETPLACE plan, the MARKETPLACE will determine your eligibility for reinstatement. Contact the MARKETPLACE for further assistance.
- If you did not purchase a MARKETPLACE plan, you must request reinstatement within 30 days from the date of the termination notice using one of the following options:
 - Submit a written request along with a check or money order, payable to Blue Cross NC Financial Processing Services:
PO Box 1732
Durham, NC 27707-3080

HOW BLUE HOME WITH NOVANT HEALTH WORKS *(cont.)*

- Call our pay-by-phone number at 1-800-333-7009 to pay with credit or debit card or have your checking account drafted
- Log on to your Blue Connect account to pay with credit or debit card or have your checking account drafted

To be reinstated, you must pay any overdue premiums owed plus the current amount due, and any administrative fees in order to bring your account to a current status.

In the event that reinstatement is not approved, you may choose to reapply for health insurance coverage at the allowed times by filling out the proper application. Reapplying for coverage does not guarantee approval of coverage.

Please note that premium payments are automatically deposited. Blue Cross NC's deposit of premiums does not mean an acceptance of coverage. If you have been notified that your coverage is terminated or is scheduled to be terminated, any deposit of premiums by Blue Cross NC in excess of premiums that are due and owing for the coverage period will not constitute an extension of coverage. Blue Cross NC will return any excess premium payments. When Blue Cross NC decides at its sole discretion to accept a late premium payment, Blue Cross NC will reinstate your coverage back to the date of termination rather than return such premium payment provided that all outstanding fees have been paid.

COVERED SERVICES

This section provides a more complete description of your benefits, along with some exceptions – or services that aren't covered by your health benefit plan. Keep in mind as you read this section Blue Home with Novant Health covers only those services that are **MEDICALLY NECESSARY**. Also check the "Summary of Benefits" for any benefit maximums and limitations that may apply to your benefits. We've grouped these **COVERED SERVICES** listed below to make it easier for you to find what you're looking for.

Table of Contents:

- Office Services
- PREVENTIVE CARE
- EMERGENCY and Ambulance Services
- URGENT CARE
- HOSPITAL and Other Facility Care
- Alternatives to HOSPITAL stays

- Family Planning

- Specific Therapies and Tests
- Other Services
- Equipment and Supplies
- Surgical Benefits
- Mental Health/Substance Use Disorder Services
- PRESCRIPTION DRUG Benefits

Key Words:

- OFFICE VISIT
- Outpatient Clinic
- PREVENTIVE CARE

- IN-NETWORK
- OUT-OF-NETWORK
- REHABILITATIVE THERAPIES /HABILITATIVE SERVICES

- GENERIC and BRAND-NAME PRESCRIPTION DRUGS

Office Services

Your health benefit plan covers care you receive as part of an OFFICE VISIT, including:

- electronic visit
- evaluations and treatment of obesity
- house call
- telehealth services

Telehealth services from Teladoc: Telehealth services from Teladoc include evaluation, management and consultation services for behavioral health and nonemergency medical issues with a PROVIDER via an interactive audio/video or audio-only telecommunications system. See Teladoc in "Who to Contact?" to access a DOCTOR who can diagnose and

COVERED SERVICES *(cont.)*

recommend treatment. Telehealth services from Teladoc will be subject to your PCP copayment and/or coinsurance and any applicable deductible.

Telehealth services from a local PROVIDER: You can also check with your PROVIDER to see if telehealth services are available. Telehealth services are available IN-NETWORK and OUT-OF-NETWORK and are separate from your telehealth benefit with Teladoc. Telehealth services include, but are not limited to, evaluation, management, and consultative services for medical, counseling, and care management issues with a PROVIDER via an interactive audio/video or other telecommunications system. It is important to understand that your benefit will vary depending upon the type of PROVIDER you see for these services.

Your health benefit plan also covers infusion services received at an AMBULATORY INFUSION SUITE. Certain infusion services may require PRIOR REVIEW and CERTIFICATION or services will not be covered.

This health benefit plan may have a visit limit on PCP OFFICE VISITS, see "Summary of Benefits." If applicable, multiple OFFICE VISITS on the same day may result in multiple copayments.

If this health benefit plan has copayments for PCP OFFICE VISITS, a copayment will not apply if you only receive services such as allergy shots or other injections and are not charged for an OFFICE VISIT.

If this health benefit plan has copayments for PCP or SPECIALIST OFFICE VISITS, certain office SURGERIES for the treatment of sinus disease are subject to deductible and coinsurance.

Certain office SURGERIES may require PRIOR REVIEW and CERTIFICATION or services will not be covered.

Some DOCTORS or OTHER PROVIDERS may practice in HOSPITAL-based or OUTPATIENT CLINICS or provide HOSPITAL-based services in their offices. These services are covered as outpatient services and are listed as HOSPITAL-based or OUTPATIENT CLINIC in "Summary of Benefits."

Some PROVIDERS may get ancillary services, such as laboratory services, medical equipment and supplies or PROVIDER-ADMINISTERED SPECIALTY DRUGS, from third parties. In these cases, you may be billed directly by the ANCILLARY PROVIDER. Benefit payments for these services will be based on the type of ANCILLARY PROVIDER, its network status, and how the services are billed.

Check with your PROVIDER before your visit to determine if your PROVIDER will collect deductible and coinsurance, or you can call Blue Cross NC Customer Service at the number listed in "Who to Contact?" for this information.

PREVENTIVE CARE

This health benefit plan covers PREVENTIVE CARE that can help you stay safe and healthy.

PREVENTIVE CARE services may fall into two categories: (1) federally-mandated PREVENTIVE CARE services (required to be covered at no cost to you IN-NETWORK); and (2) state-mandated

COVERED SERVICES *(cont.)*

PREVENTIVE CARE services (required to be offered both IN- and OUT-OF-NETWORK). In order to determine your benefit, it is important to understand what type of PREVENTIVE CARE service you are receiving, where you are receiving it and why you are receiving it.

Federally-Mandated PREVENTIVE CARE Services

Under federal law, you can receive certain covered PREVENTIVE CARE services from an IN-NETWORK PROVIDER in an office-based, outpatient, ambulatory surgical setting, or URGENT CARE center at no cost to you. Please log on to our website at www.BlueCrossNC.com/preventive or call Blue Cross NC Customer Service at the number in "Who to Contact?" for the most up-to-date information on PREVENTIVE CARE that is covered under federal law, including general preventive services and screenings, immunizations, well-baby/well-child care, women's PREVENTIVE CARE, nutritional counseling visits, and certain over-the-counter medications. Nutritional counseling visits are separate from the obesity-related OFFICE VISITS noted in the "Summary of Benefits." Certain over-the-counter medications are covered only as indicated and when a PROVIDER'S PRESCRIPTION is presented at a pharmacy.

The following conditions must be met for these services to be covered at no cost to you IN-NETWORK:

- Services are designated as PREVENTIVE CARE services under federal law (see above website for the most up-to-date information);
- Services are performed by an IN-NETWORK PROVIDER;
- Services are provided in an office-based, outpatient or ambulatory setting or URGENT CARE center; and
- Services are filed with a primary diagnosis of preventive or wellness, and do not include any additional procedures, such as diagnostic services.

Please note that if a particular PREVENTIVE CARE service does not have a federal recommendation or guideline concerning the frequency, method, treatment or setting in which it must be provided, Blue Cross NC may use reasonable medical management procedures to determine any coverage limitations or restrictions that may apply. Services that would otherwise be excluded under this health benefit plan will be covered at no cost sharing if the criteria mentioned above are met. Visit www.BlueCrossNC.com/preventive or call Blue Cross NC Customer Service at the number listed in "Who to Contact?" for a complete list of these federally-mandated PREVENTIVE CARE services that are covered under this health benefit plan.

In certain instances, you may receive PREVENTIVE CARE services that are covered under this health benefit plan; however, these services are subject to your applicable copayment, deductible and coinsurance. The following information will help you determine why you did not receive these services at no cost to you:

COVERED SERVICES *(cont.)*

| Situation | Example | Reason/Result |
|---|---|---|
| How your PREVENTIVE CARE service is filed | A colonoscopy includes a primary diagnosis of non-preventive. | Certain PREVENTIVE CARE services will not pay in full because the primary diagnosis filed on the claim is something other than preventive. In this instance, the colonoscopy is subject to any applicable copayment, deductible or coinsurance. |
| Services that are not considered preventive | A routine wellness exam includes an additional procedure, such as a Vitamin D serum test. | The Vitamin D test will not be covered as a federally-mandated PREVENTIVE CARE service. This service will be denied as it is not considered a PREVENTIVE CARE service by the United States Preventive Services Task Force (USPSTF). |
| Place of service (where you receive your PREVENTIVE CARE service) | A mammogram is performed in a setting that is not considered an office, such as a HOSPITAL. | Certain PREVENTIVE CARE services will not be paid in full because they are not performed in an office-based, outpatient or ambulatory setting or URGENT CARE center. In this example, the mammogram is subject to deductible and coinsurance. |

This health benefit plan provides benefits for some tobacco cessation over-the-counter nicotine replacement therapy (NRT) products, including patches, lozenges or gum, and FDA-approved PRESCRIPTION cessation medications. Please log on to Blue Cross NC's website at www.BlueCrossNC.com/preventive or call Blue Cross NC at 1-888-206-4697 for the most up to date information on tobacco cessation benefits.

The following list of services is mandated by the state of North Carolina and is available OUT-OF-NETWORK. If you see an OUT-OF-NETWORK PROVIDER for these services, your benefits will be subject to the OUT-OF-NETWORK benefit level.

State-Mandated PREVENTIVE CARE Services

The following benefits are available IN-NETWORK and OUT-OF-NETWORK:

Bone Mass Measurement Services

This health benefit plan covers one scientifically proven and approved bone mass measurement for the diagnosis and evaluation of osteoporosis or low bone mass during any 23-month period for certain qualified individuals only. Additional follow-up bone mass measurement tests will be covered if MEDICALLY NECESSARY. Please note that bone mass measurement tests will be covered under your diagnostic benefit (not your PREVENTIVE CARE benefit) if the claim for these services indicates a primary diagnosis of something other than preventive or wellness. Your diagnostic

COVERED SERVICES *(cont.)*

benefit will be subject to your benefit level for the location where services are received.

Qualified individuals include MEMBERS who have any one of the following conditions:

- Estrogen-deficient and at clinical risk of osteoporosis or low bone mass
- Radiographic osteopenia anywhere in the skeleton
- Receiving long-term glucocorticoid (steroid) therapy
- Primary hyperparathyroidism
- Being monitored to assess the response or effect of commonly accepted osteoporosis drug therapies
- History of low-trauma fractures
- Other conditions, or receiving medical therapies known to cause osteoporosis or low bone mass.

Colorectal Screening

Colorectal cancer examinations and laboratory tests for cancer are covered for any symptomatic or asymptomatic MEMBER who is at least 50 years of age, or is less than 50 years of age and at high risk for colorectal cancer. Increased/high risk individuals are those who have a higher potential of developing colon cancer because of a personal or family history of certain intestinal disorders. Some of these procedures are considered SURGERY, such as colonoscopy and sigmoidoscopy, and others are considered lab tests, such as hemoccult screenings. Lab work done as a result of a colorectal screening exam will be covered under your diagnostic benefit and not be considered PREVENTIVE CARE. It will be subject to your benefit level for the location where services are received. However, lab work for the removal of polyps during the screening exam is considered PREVENTIVE CARE.

The PROVIDER search on our website at www.BlueCrossNC.com can help you find office-based PROVIDERS or you can call Blue Cross NC Customer Service at the number listed in "Who to Contact?" for this information.

Gynecological Exam and Cervical Cancer Screening

The cervical cancer screening benefit includes the examination and laboratory tests for early detection and screening of cervical cancer, and DOCTOR'S interpretation of the lab results. Coverage for cervical cancer screening includes Pap smear screening, liquid-based cytology, and human papillomavirus detection, and shall follow the American Cancer Society guidelines or guidelines adopted by the North Carolina Advisory Committee on Cancer Coordination and Control.

Newborn Hearing Screening

Coverage is provided for newborn hearing screening ordered by a DOCTOR to determine the presence of permanent hearing loss.

Ovarian Cancer Screening

COVERED SERVICES *(cont.)*

For female MEMBERS ages 25 and older at risk for ovarian cancer, an annual screening, including a transvaginal ultrasound and a rectovaginal pelvic examination, is covered. Female MEMBERS are considered “at risk” if they:

- have a family history with at least one first-degree relative with ovarian cancer; and a second relative, either first-degree or second-degree with breast, ovarian, or nonpolyposis colorectal cancer; or
- tested positive for a hereditary ovarian cancer syndrome.

Prostate Screening

One prostate specific antigen (PSA) test or an equivalent serological test will be covered per male MEMBER per BENEFIT PERIOD. More PSA tests will be covered if recommended by a DOCTOR.

Screening Mammograms

This health benefit plan provides coverage for one baseline mammogram for any female MEMBER between the ages of 35 and 39. Beginning at age 40, one screening mammogram will be covered per female MEMBER per BENEFIT PERIOD, along with a DOCTOR'S interpretation of the results. More frequent or earlier mammograms will be covered as recommended by a DOCTOR when a female MEMBER is considered at risk for breast cancer.

Female MEMBERS are “at risk” if they:

- have a personal history of breast cancer
- have a personal history of biopsy-proven benign breast disease
- have a mother, sister, or daughter who has or has had breast cancer, or
- have not given birth before the age of 30.

PREVENTIVE CARE Exclusions

- Immunizations required for occupational hazard or international travel
- Diagnostic services used for prevention or screening that are not recognized as recommended PREVENTIVE CARE services (Grade A or B) by the United States Preventive Services Task Force, and filed with a preventive/wellness diagnosis, including, but not limited to:
 - Albumin (urine) testing
 - Chest x-rays
 - EKGs
 - Iron level testing
 - Testosterone level testing
 - Thyroid function testing
 - Urinalysis
 - Vitamin B or D serum testing.

COVERED SERVICES *(cont.)*

For information on how these services would be covered as diagnostic, see Diagnostic Services in "COVERED SERVICES."

EMERGENCY and Ambulance Services

EMERGENCY SERVICES

This health benefit plan provides benefits for EMERGENCY SERVICES. An EMERGENCY is the sudden and unexpected onset of a condition of such severity that a prudent layperson, who possesses an average knowledge of health and medicine, could reasonably expect the absence of immediate medical attention to result in any of the following:

- Placing the health of an individual or with respect to a pregnant MEMBER, the health of the pregnant MEMBER or their unborn child in serious jeopardy
- Serious physical impairment to bodily functions
- Serious dysfunction of any bodily organ or part
- Death.

Heart attacks, strokes, uncontrolled bleeding, poisonings, major burns, prolonged loss of consciousness, spinal injuries, shock and other severe, acute conditions are examples of EMERGENCIES.

What to Do in an EMERGENCY

In an EMERGENCY, you should seek care immediately from an emergency room or other similar facility. If necessary and available, call 911 or use other community EMERGENCY resources to obtain assistance in handling life-threatening EMERGENCIES. PRIOR REVIEW is not required for EMERGENCY SERVICES.

What are my benefits when I receive services in the emergency room?

| Situation | Benefit |
|--|---|
| You go to an IN-NETWORK HOSPITAL emergency room. | Applicable ER deductible and/or coinsurance. PRIOR REVIEW and CERTIFICATION are not required. |
| You go to an OUT-OF-NETWORK HOSPITAL emergency room. | Benefits paid at the IN-NETWORK level and based on the billed amount. You may be responsible for charges billed separately, which are not eligible for additional reimbursement, and you may be required to pay the entire bill at the time of service and file a claim. PRIOR REVIEW and CERTIFICATION are not required. |
| You are held for observation. | Outpatient benefits apply to all COVERED SERVICES received in the emergency room and during the observation. |

COVERED SERVICES *(cont.)*

| Situation | Benefit |
|---|--|
| You are admitted to the HOSPITAL from the ER following EMERGENCY SERVICES. | Inpatient HOSPITAL benefits apply for all COVERED SERVICES received in the emergency room and during hospitalization. PRIOR REVIEW and CERTIFICATION are required for inpatient hospitalization and other selected services following EMERGENCY SERVICES (including screening and stabilization). You may need to transfer to an IN-NETWORK HOSPITAL once your condition is STABILIZED in order to continue receiving IN-NETWORK benefits. |
| You get follow-up care (such as OFFICE VISITS or therapy) after you leave the ER or are discharged. | Use IN-NETWORK PROVIDERS to receive IN-NETWORK benefits. Follow-up care related to the EMERGENCY condition is not considered an EMERGENCY. |

Ambulance Services

This health benefit plan covers services in a ground ambulance traveling:

- From a MEMBER'S home or scene of an accident or EMERGENCY to a HOSPITAL
- Between HOSPITALS
- Between a HOSPITAL and a SKILLED NURSING FACILITY

when such a facility is the closest one that can provide COVERED SERVICES appropriate to your condition.

Benefits may also be provided for ambulance services from a HOSPITAL or SKILLED NURSING FACILITY to a MEMBER'S home when MEDICALLY NECESSARY.

This health benefit plan covers services in an air ambulance only when:

- ground transportation is not medically appropriate due to the severity of the illness or the pick-up point is inaccessible by land
- traveling from the site of an EMERGENCY to a HOSPITAL when such a facility is the closest one that can provide COVERED SERVICES appropriate to your condition.

Nonemergency air ambulance services require PRIOR REVIEW and CERTIFICATION or services will not be covered.

Ambulance Services Exclusions (Ground or Air)

- Services provided primarily for the convenience of travel of the MEMBER or caregiver
- Transportation to or from a DOCTOR'S office or dialysis center
- Transportation for the purpose of receiving services that are not considered COVERED SERVICES, even if the destination is an appropriate facility.

COVERED SERVICES *(cont.)*

URGENT CARE

This health benefit plan also provides benefits for URGENT CARE services. When you need URGENT CARE, call your PCP, a SPECIALIST or go to an URGENT CARE PROVIDER.

Please note: For OUT-OF-NETWORK benefits, you may be required to pay for charges over the ALLOWED AMOUNT, in addition to any copayment or coinsurance amounts.

HOSPITAL and Other Facility Care

Benefits are provided for:

- Inpatient services received in a HOSPITAL or NONHOSPITAL FACILITY. You are considered an inpatient if you are admitted to the HOSPITAL or NONHOSPITAL FACILITY as a registered bed patient for whom a room and board charge is made. Your IN-NETWORK PROVIDER is required to use the Blue Home with Novant Health network HOSPITAL where he/she practices, unless the HOSPITAL cannot provide the services you need. If you are admitted before the EFFECTIVE DATE, benefits will not be available for services received prior to the EFFECTIVE DATE. Take-home drugs are covered as part of your PRESCRIPTION DRUG benefit. PRIOR REVIEW must be requested and CERTIFICATION must be obtained in advance from Blue Cross NC for inpatient admissions, except for maternity deliveries and EMERGENCIES. See “Maternity Care” and “EMERGENCY and Ambulance Services.” IN-NETWORK PROVIDERS in North Carolina are responsible for requesting PRIOR REVIEW and obtaining CERTIFICATION. **If PRIOR REVIEW is not requested and CERTIFICATION is not obtained for covered OUT-OF-NETWORK inpatient admissions, services will be denied.**
- Outpatient services received in a HOSPITAL, a HOSPITAL-based facility, NONHOSPITAL FACILITY or a HOSPITAL-based or OUTPATIENT CLINIC
- Surgical services received in an AMBULATORY SURGICAL CENTER
- COVERED SERVICES received in a licensed and accredited specialty care facility, such as a SKILLED NURSING FACILITY, or an acute inpatient rehabilitation facility or long-term care facility.

PRIOR REVIEW must be requested and CERTIFICATION must be obtained in advance from Blue Cross NC in order for services to be covered. However, CERTIFICATION is not required for MEMBERS who have Medicare as their primary coverage and who are admitted to a Medicare-certified SKILLED NURSING FACILITY.

Alternatives to HOSPITAL Stays

Home Health Care

Home health care services are covered when ordered by your DOCTOR for a MEMBER who is HOMEBOUND due to illness or injury, or is actively receiving treatment for a cancer related problem, and you need part-time or intermittent skilled nursing care from a REGISTERED NURSE (RN) or LICENSED PRACTICAL NURSE (LPN) and/or other skilled care services like REHABILITATIVE THERAPY and HABILITATIVE SERVICES. Usually, a HOME HEALTH

COVERED SERVICES *(cont.)*

AGENCY coordinates the services your DOCTOR orders for you. Services from a home health aide may be eligible for coverage only when the care provided supports a skilled service being delivered in the home.

Home health skilled nursing care requires PRIOR REVIEW and CERTIFICATION or services will not be covered.

HOSPICE Services

Your coverage provides benefits for HOSPICE services for care of a terminally ill MEMBER with a life expectancy of six months or less. Services are covered only as part of a licensed health care program centrally coordinated through an interdisciplinary team directed by a DOCTOR that provides an integrated set of services and supplies designed to give comfort, pain relief and support to terminally ill patients and their families.

Private Duty Nursing

This health benefit plan provides benefits for MEDICALLY NECESSARY private duty services of an RN or LPN when ordered by a DOCTOR for a MEMBER who may be receiving active acute care management when certain criteria is met. Private duty nursing provides more individual and continuous skilled care than can be provided in a skilled nursing visit through a HOME HEALTH AGENCY. It is to be used as a short-term solution for a MEMBER transitioning from an acute care setting to the home setting and is not meant to be for long-term permanent or custodial care. Also see "Care Management."

Private duty nursing requires PRIOR REVIEW and CERTIFICATION or services will not be covered.

Private Duty Nursing Exclusion

- Services provided by a close relative or a member of your household.

Family Planning

Maternity Care

Maternity care benefits, including prenatal care, admission to labor and delivery, management of labor including fetal monitoring, delivery, and uncomplicated post-delivery care until six weeks postpartum, are available to all MEMBERS and are covered. Together these make up the global maternity delivery fee. See the chart below for additional information. See www.BlueCrossNC.com/preventive or call Blue Cross NC Customer Service for additional information and any limitations that may apply. If this health benefit plan has an OFFICE VISIT copayment and you change PROVIDERS during pregnancy, terminate coverage during pregnancy, or the pregnancy does not result in delivery, one or more copayments may be charged for prenatal services depending upon how the services are billed by the PROVIDER.

COVERED SERVICES *(cont.)*

| | Mother | Newborn | Payment |
|--------------------------------------|--|--|---|
| Prenatal care | Care related to the pregnancy before birth. | | A copayment may apply for the OFFICE VISIT to diagnose pregnancy. Otherwise, deductible and coinsurance apply for the remainder of maternity care. |
| Labor & delivery services | No PRIOR REVIEW required for inpatient HOSPITAL stay for 48 hours after a vaginal delivery or 96 hours after a Cesarean section. Mothers choosing a shorter stay are eligible for a home health visit for post-delivery follow-up care if received within 72 hours of discharge. | No PRIOR REVIEW required for inpatient well-baby care for 48 hours after a vaginal delivery or 96 hours after a Cesarean section. Benefits include newborn hearing screening ordered by a DOCTOR to determine the presence of permanent hearing loss. (Please see PREVENTIVE CARE in "Summary of Benefits.") | For the first 48/96 hours, only one BENEFIT PERIOD deductible and admission copayment, if applicable, is required for both mother and baby. |
| Post-delivery services | All care for the mother after the baby's birth that is related to the pregnancy. PRIOR REVIEW and CERTIFICATION are required for inpatient stays extending beyond 48/96 hours or services will be denied. | After the first 48/96 hours, whether inpatient (sick baby) or outpatient (well baby), the newborn must be enrolled for coverage as a DEPENDENT CHILD, according to the rules in "When Coverage Begins and Ends." For inpatient services following the first 48/96 hours, PRIOR REVIEW and | If the newborn must remain in the HOSPITAL beyond the mother's prescribed length of stay for any reason, the newborn is considered a sick baby and these charges are subject to the BENEFIT PERIOD deductible if the newborn is added and covered under the policy. |

COVERED SERVICES *(cont.)*

| | Mother | Newborn | Payment |
|--|--------|--|---------|
| | | CERTIFICATION are required or services will be denied. | |

For information on CERTIFICATION, contact Blue Cross NC Customer Service at the number listed in "Who to Contact?" See "Federal Notices" for more information about maternity benefits.

COMPLICATIONS OF PREGNANCY

Benefits for COMPLICATIONS OF PREGNANCY are available to all MEMBERS including DEPENDENT CHILDREN. Please see "Glossary" for an explanation of COMPLICATIONS OF PREGNANCY.

INFERTILITY Services

Benefits are provided for certain services related to the diagnosis, treatment and correction of any underlying causes of INFERTILITY for all MEMBERS. Benefits are provided for a combined IN- and OUT-OF-NETWORK LIFETIME MAXIMUM per MEMBER for each of the specific services listed below associated with three medical ovulation induction cycles, with or without insemination, unless otherwise noted. This LIFETIME MAXIMUM applies to a cumulative number of INFERTILITY treatments with the following services, provided in all places of service.

| Service | LIFETIME MAXIMUM |
|--|---------------------|
| Limited ultrasound for cycle monitoring | 24 studies |
| Estradiol | 24 lab tests |
| Luteinizing Hormone (LH) | 24 lab tests |
| Progesterone | 24 lab tests |
| Follicle Stimulating Hormone (FSH) | 24 lab tests |
| Human Chorionic Gonadotropin (hCG) | 8 lab tests |
| Sperm washing and preparation | 3 cycles/treatments |
| Intrauterine or intracervical insemination | 3 cycles/treatments |

COVERED SERVICES *(cont.)*

SEXUAL DYSFUNCTION Services

Benefits are provided for certain services related to the diagnosis, treatment and correction of any underlying causes of SEXUAL DYSFUNCTION for all MEMBERS. Benefits may vary depending on where services are received.

Sterilization

This benefit is available for all MEMBERS. Sterilization includes tubal occlusion and vasectomy. Certain sterilization procedures for MEMBERS are covered under your PREVENTIVE CARE benefit. See www.BlueCrossNC.com/preventive or call Blue Cross NC Customer Service for information about procedures that are covered according to federal regulations and any limitations that may apply.

Contraceptive Devices

This benefit is available for all MEMBERS. Coverage includes the insertion or removal of and any MEDICALLY NECESSARY examination associated with the use of, intrauterine devices, diaphragms, injectable contraceptives, and implanted hormonal contraceptives. Certain FDA-approved contraceptive methods for female MEMBERS are covered under your PREVENTIVE CARE benefit. See www.BlueCrossNC.com/preventive or call Blue Cross NC Customer Service for information about procedures that are covered according to federal regulations and any limitations that may apply.

Family Planning Exclusions

- Assisted reproductive technologies as defined by the Centers for Disease Control and Prevention, including, but not limited to, in-vitro fertilization (IVF) with fresh or frozen embryos, ovum or embryo placement, intracytoplasmic sperm injection (ICSI), zygote intrafallopian transfer (ZIFT), specialized sperm retrieval techniques, and gamete intrafallopian transfer (GIFT) and associated services
- Oocyte and sperm donation
- Cryopreservation of oocytes, sperm, or embryos
- Services performed by a doula
- Expenses INCURRED by any MEMBER who receives compensation from a third party in exchange for such medical procedure, such as surrogacy-related medical expenses
- Expenses INCURRED by a surrogate parent not covered as a MEMBER under the health benefit plan
- Care or treatment of reversal of sterilization
- Elective termination of pregnancy (abortion), except within the first 16 weeks of pregnancy when the life of the mother would be endangered if the unborn child was carried to term or the pregnancy is the result of rape or incest (i.e., abortions for which federal funding is allowed)

COVERED SERVICES *(cont.)*

- Treatment for INFERTILITY or reduced fertility that results from a prior sterilization procedure or a normal physiological change such as menopause.

Specific Therapies and Tests

The following therapies are covered when provided for illness, disease or injury when ordered by a DOCTOR or OTHER PROFESSIONAL PROVIDER.

Home Infusion Therapy Services

Home infusion therapy is covered for the administration of PRESCRIPTION DRUGS directly into a body organ or cavity or via intravenous, intraspinal, intramuscular, subcutaneous or epidural routes, under a plan prescribed by a DOCTOR. These services must be provided under the supervision of a licensed, registered, or certified healthcare professional acting within the scope of their practice.

PRIOR REVIEW and CERTIFICATION are required for certain home infusion therapy services or services will not be covered.

REHABILITATIVE THERAPY and HABILITATIVE SERVICES

The following therapies are covered:

- Occupational therapy, physical therapy and/or chiropractic services and osteopathic manipulation up to a one-hour session per day
- Speech therapy.

Other Covered Therapies

This health benefit plan covers:

- Cardiac rehabilitation therapy
- Pulmonary and respiratory therapy
- Dialysis treatment
- Radiation therapy
- Chemotherapy, including intravenous chemotherapy.

Chemotherapy benefits are based on where services are received. For chemotherapy received in conjunction with bone marrow or peripheral blood stem cell transplants, follow transplant guidelines described in "Transplants." Also see "PRESCRIPTION DRUG Benefits" regarding related covered PRESCRIPTION DRUGS.

Diagnostic Services

Diagnostic procedures, such as laboratory studies, sleep studies, radiology services and other diagnostic testing, which may include electroencephalograms (EEGs), electrocardiograms (ECGs), Doppler scans and pulmonary function tests (PFTs), help your DOCTOR find the cause and extent of your condition in order to plan for your care. Certain diagnostic procedures, including, but not limited to, CT scans, PET scans, MRIs, genetic

COVERED SERVICES *(cont.)*

and other lab testing, and sleep studies (including associated DURABLE MEDICAL EQUIPMENT), may require PRIOR REVIEW and CERTIFICATION or services will not be covered. Blue Cross NC may delegate UTILIZATION MANAGEMENT of sleep studies to another company not associated with Blue Cross NC. See “Delegated UTILIZATION MANAGEMENT” for more information.

Your DOCTOR may refer you to a freestanding laboratory, radiology center, or sample collection device for these procedures. Separate benefits for interpretation of diagnostic services by the attending DOCTOR are not provided in addition to benefits for that DOCTOR’S medical or surgical services, except as otherwise determined by Blue Cross NC.

Benefits may differ depending on where the service is performed and if the service is received with any other service or associated with a surgical procedure. See “Summary of Benefits.”

Diagnostic Services Exclusions

- Lab tests that are not ordered by your DOCTOR or OTHER PROVIDER
- Diagnostic tests used to confirm a known diagnosis or condition
- Tests used only for administrative purposes to measure process or quality improvement
- Tests that are duplicative or that are inclusive to other COVERED SERVICES
- Testing when a therapeutic or diagnostic course would not be determined by the outcome of the testing.

Other Services

Blood

Your benefits cover the cost of transfusions of blood, plasma, blood plasma expanders, and other fluids injected into the bloodstream. Benefits are provided for the cost of storing a MEMBER’S own blood only when it is stored and used for a previously scheduled procedure.

Blood Exclusion

- Charges for the collection or obtainment of blood or blood products from a blood donor, including the MEMBER in the case of autologous blood donation.

Certain Drugs Covered under Your Medical Benefit

This health benefit plan covers certain PROVIDER-ADMINISTERED SPECIALTY DRUGS that must be dispensed under a PROVIDER’S supervision in an office, outpatient setting, or through home infusion. These drugs are covered under your medical benefit rather than your PRESCRIPTION DRUG benefit. Coverage of some of these drugs may be limited to certain PROVIDER settings (such as office, outpatient, AMBULATORY SURGICAL CENTER, or HOME HEALTH AGENCY). For a list of drugs covered under your medical benefit that are covered only at certain PROVIDER settings, visit our website at www.BlueCrossNC.com.

COVERED SERVICES *(cont.)*

PRIOR REVIEW and CERTIFICATION may be required for certain drugs covered under your medical benefit or services will not be covered.

Gene and Cellular Therapy

This health benefit plan provides coverage for certain gene and cellular therapies. Gene and cellular therapies must be dispensed by a pharmacy participating in the Specialty Network in order to receive IN-NETWORK benefits. For a list of specific gene and cellular therapy product restrictions, visit our website at www.BlueCrossNC.com.

PRIOR REVIEW and CERTIFICATION may be required for gene and cellular therapies covered under your medical benefit or services will not be covered.

Clinical Trials

This health benefit plan provides benefits for participation in clinical trials phases I, II, III, and IV. Coverage is also provided for CMS Investigational Device Exemption (IDE) Category B device trials. Coverage is provided only for MEDICALLY NECESSARY costs of health care services associated with the trials, and only to the extent such costs have not been or are not funded by other resources. The MEMBER must meet all protocol requirements and provide informed consent in order to participate. The trial must involve the treatment of cancer or a life-threatening medical condition with services that are medically indicated and preferable for that MEMBER compared to non-investigational alternatives. In addition, the trial must:

- Involve determinations by treating physicians, relevant scientific data and opinions of relevant medical specialists
- Be approved or funded (which may include funding through in-kind contributions) by centers or groups funded by the National Institutes of Health, the U.S. Food and Drug Administration (FDA), the Centers for Disease Control and Prevention, the Agency for Health Care Research and Quality, the Department of Defense or the Department of Veterans Affairs, the Centers for Medicare & Medicaid Services, and the Department of Energy
- Be conducted in a setting and by personnel of high expertise based on training, experience and patient volume.

Clinical Trials Exclusions

- Early feasibility/safety/pilot stages of device trials
- CMS IDE Category A device trials
- Non-health care services, such as services provided for data collection and analysis
- INVESTIGATIONAL drugs and devices and services that are not for the direct clinical management of the patient.

COVERED SERVICES *(cont.)*

Dental Treatment Covered Under Your Medical Benefit

For MEMBERS who are up to age 19 see “Pediatric Dental” for additional dental care benefits. This health benefit plan provides benefits for services provided by a duly licensed DOCTOR, DOCTOR of dental SURGERY or DOCTOR of dental medicine for diagnostic, therapeutic or surgical procedures, including oral SURGERY involving bones or joints of the jaw, when the procedure or dental treatment is related to one of the following conditions:

- Accidental injury of sound teeth, jaw, cheeks, lips, tongue, roof and floor of the mouth
- CONGENITAL deformity, including cleft lip and cleft palate
- Removal of:
 - Oral tumors which are not related to teeth or associated dental procedures
 - Oral cysts which are not related to teeth or associated dental procedures
 - Exostoses for reasons other than for preparation for dentures.

PRIOR REVIEW and CERTIFICATION are required for certain surgical procedures or services will not be covered, unless treatment is for an EMERGENCY.

This health benefit plan provides benefits for extractions, root canal therapy, crowns, bridges, and dentures necessary for treatment of accidental injury or for reconstruction for the conditions listed above. In addition, benefits may be provided for dentures and orthodontic braces if used to treat CONGENITAL deformity including cleft lip and cleft palate.

When any of the conditions listed above require surgical correction, benefits for SURGERY will be subject to MEDICAL NECESSITY review to examine whether the condition resulted in functional impairment. Examples of functional impairment include an impairment that affects speech or the ability to eat, or injury to soft tissue of the mouth.

In special cases, benefits are provided only for anesthesia and facility charges related to dental procedures performed in a HOSPITAL or AMBULATORY SURGICAL CENTER. This benefit is only available to DEPENDENT CHILDREN below nine years of age, persons with serious mental or physical conditions and persons with significant behavioral problems. The treating PROVIDER must certify that the patient’s age, condition or problem requires hospitalization or general anesthesia in order to safely and effectively perform the procedure. Other DENTAL SERVICES, including the charge for SURGERY, are not covered unless specifically covered by this health benefit plan.

In addition, benefits will be provided if a MEMBER is treated in a HOSPITAL following an accidental injury, and COVERED SERVICES such as oral SURGERY or reconstructive procedures are required at the same time as treatment for the bodily injury.

Unless reconstructive DENTAL SERVICES following accidental injury are related to the bones or joints of the jaw, face, or head, reconstructive DENTAL SERVICES are covered only when provided within two years of the accident.

COVERED SERVICES *(cont.)*

Dental Treatment Excluded Under Your Medical Benefit

Treatment for the following conditions:

- Injury related to chewing or biting
- Preventive dental care, diagnosis or treatment of or related to the teeth or gums
- Periodontal disease or cavities and disease due to infection or tumor
- Dental implants
- COSMETIC procedures, except as specifically covered by this health benefit plan.

And except as specifically stated as covered, treatment such as:

- Root canals
- Orthodontic braces
- Removal of teeth and intrabony cysts
- Procedures performed for the preparation of the mouth for dentures
- Crowns, bridges, dentures or in-mouth appliances.

Pediatric Dental Services

This benefit is only available for MEMBERS up to the end of the month they become age 19.

Diagnostic and Preventive Services

This health benefit plan provides benefits for the following dental preventive services:

- Oral evaluations:
 - periodic (twice per BENEFIT PERIOD)
 - comprehensive oral or periodontal (limit one per PROVIDER and one per BENEFIT PERIOD, counts toward periodic frequency limit above)
- Consultations (one per PROVIDER, only covered if no other services except x-rays performed)
- Palliative EMERGENCY treatment for relief of pain only (limit of two per BENEFIT PERIOD)
- Cleaning – prophylaxis (twice each BENEFIT PERIOD)
- X-rays:
 - full-mouth or panoramic for MEMBERS ages six and older (limited to once every three years unless taken for diagnosis of third molars, cysts, or neoplasms)
 - supplemental bitewings – x-rays showing the back teeth (maximum of four films per BENEFIT PERIOD)
 - vertical bitewings (limit of one set per BENEFIT PERIOD, associated with periodontics)
 - periapical and occlusal x-ray of a tooth (limited to four films per BENEFIT PERIOD)

COVERED SERVICES *(cont.)*

- extraoral (two films per BENEFIT PERIOD)
- Pulp-testing – (limited to one charge per visit, regardless of the number of teeth tested)
- Topical fluoride application (twice each BENEFIT PERIOD)
- Sealants for first and second permanent molars for MEMBERS ages 6 through 15 (one reapplication per tooth every 5 years)
- Space maintainers – after loss of a primary tooth (limited to MEMBERS through age 15, one per tooth per lifetime)
- Diagnostic casts – only if not related to orthodontic or prosthetic services.

Basic and Major Services

This health benefit plan provides benefits for the following basic and major services:

- Routine fillings to restore decayed teeth, including interim therapeutic restorations (limit of one restoration per tooth every two years, unless new decay appears):
 - amalgam
 - composite resin (limited to what would have been paid for an amalgam)
- Simple extractions
- Stainless steel crowns:
 - primary posterior (one per tooth per lifetime)
 - primary anterior (one per tooth every three years)
 - permanent (one per tooth every eight years)
- Pin retention (limit of once per restoration)
- Surgical extractions
- Complex oral SURGERY:
 - oroantral fistula closure/closure of sinus perforation (once per tooth)
 - surgical access of unerupted tooth to aid eruption (once per tooth)
 - transseptal fiberotomy (once per site every three years)
 - alveoloplasty (once per site every three years)
 - vestibuloplasty (once per site every three years)
 - removal of exostosis (once per site every three years)
 - incision and drainage of intraoral abscess
 - frenulectomy (once per site per lifetime)
 - excision of hyperplastic tissue or pericoronal gingiva (once per site every three years)
- Anesthesia limited to deep sedation and intravenous when CLINICALLY NECESSARY and related to covered complex oral SURGERY or surgical extractions, by report

COVERED SERVICES *(cont.)*

- Inlays, onlays, crowns (one restoration per tooth every eight years, covered only when a filling cannot restore the tooth)
- Core build-up, cast post and core (one per tooth every eight years)
- Labial veneers (resin or porcelain laminate), anterior teeth only, not for cosmetic purposes (one per tooth every five years)
- Complete dentures (once every eight years, no additional allowances for over-dentures or customized dentures)
- Removable partial dentures (once every eight years, no additional allowances for precision or semi-precision attachments)
- Fixed partial dentures (once every eight years, no additional allowances for removable partial dentures)
- Tissue conditioning done more than six months after initial delivery or rebasing or relining (once per 12 months per prosthesis)
- Denture relining done more than six months after the initial delivery (once every two years)
- Rebasing of complete and partial dentures done more than five years after the initial delivery (once every five years)
- Crown, partial and complete denture repairs and addition of teeth to existing partial dentures (limited to repairs or adjustments done after 12 months following the initial delivery)
- Replacement of broken teeth on partial or complete denture (once per tooth every three years)
- Recementing or rebonding of inlays, onlays, crowns and/or fixed partial dentures
- Occlusal guard, for treatment of bruxism only (once every five years)
- Endodontics:
 - pulpotomy (once per tooth per lifetime)
 - retrograde filling (limit one per tooth)
 - root amputation (limit one per tooth)
 - endodontic therapy (once per lifetime, and retreatment once per lifetime after 12 months from initial treatment)
 - apexification
 - hemisection (once per root per lifetime)
 - apicoectomy (once per root per lifetime)
- Periodontics:
 - crown lengthening (once per tooth every three years per site or quadrant)
 - root planing and periodontal scaling – active periodontal therapy (once per quadrant every three years)
 - full mouth debridement (once every five years)
 - provisional splinting (once every three years)

COVERED SERVICES *(cont.)*

- periodontal maintenance following active periodontal therapy (twice each BENEFIT PERIOD)
- complex periodontal SURGERY (limited to one complex surgical periodontal service per site every three years):
 - gingivectomy and gingivoplasty
 - gingival flap procedure
 - osseous SURGERY
 - bone replacement graft
 - guided tissue regeneration
 - soft tissue graft/allograft/connective tissue graft
 - distal or proximal wedge
- Placement of dental implants, and any other related implantology services, including pharmacological regimens (limited to once per tooth every eight years).

Orthodontic Services

Benefits for a comprehensive orthodontic treatment are covered if CLINICALLY NECESSARY.

PRIOR REVIEW and CERTIFICATION are required for certain orthodontic treatment or services will not be covered. The following are COVERED SERVICES and considered part of comprehensive orthodontic care:

- Diagnosis, including the examination, study models, x-rays, and other aids needed to define the problem
- Appliance – a device worn during the course of treatment. Coverage includes the design, making, placement and adjustment of the device. Benefits are not provided to repair or replace an appliance.
- Treatment may include Phase I or Phase II treatment.

Phase I treatment is minor orthodontic treatment and can be paid in one total fee when treatment begins. Phase II treatment is comprehensive orthodontics and is divided into multiple payments.

Pediatric Dental Exclusions

- Anesthesia, except as otherwise covered by this health benefit plan
- Attachments to conventional removable prostheses or fixed bridgework, including semi-precision or precision attachments associated with partial dentures, crown or bridge abutments, full or partial overdentures, any internal attachment associated with an implant prosthesis, and any elective endodontic procedure related to a tooth or root involved in the construction of a prosthesis of this nature
- Placement of fixed bridgework solely for the purpose of achieving periodontal stability

COVERED SERVICES *(cont.)*

- Brush biopsy
- Cone beam, except as otherwise covered by this health benefit plan
- Indirect resin-based composite crowns
- Temporary or provisional crowns
- Removal of odontogenic and nonodontogenic cysts
- Cytology samples
- Dental implants when not CLINICALLY NECESSARY
- Dental procedures not directly associated with dental disease
- Dental procedures not performed in a dental setting
- Interim dentures
- Removable unilateral partial denture, including clasps and teeth
- Application of desensitizing materials
- Setting of facial bony fractures and any treatment associated with the dislocation of facial skeletal hard tissue
- DENTAL SERVICES provided in a HOSPITAL
- Incision and drainage of abscess-extraoral soft tissue
- Maxillofacial prosthesis
- Occlusal guards for any purpose other than control of habitual grinding
- OFFICE VISITS for purposes of observation or presentation of treatment plan
- Orthodontic services, except as otherwise covered by this health benefit plan
- Periodontal related services such as anatomical crown exposure, apically positioned flap, surgical revisions and unscheduled charges
- Temporary or provisional pontics
- Pulp cap, direct or indirect
- Radiographs not specifically stated as covered are considered noncovered, such as skull and bone survey
- Tooth re-implantation or transplantation from one site to another
- Removal of foreign bodies or non-vital bones
- Services related to the salivary gland
- COSMETIC procedures, except as specifically covered by this health benefit plan.

Pediatric Vision Services

This benefit is only available for MEMBERS up to the end of the month they become age 19.

Diagnosis and treatment of medical conditions of the eye, and drugs administered for purposes other than for a visual examination, are not considered part of a routine eye exam and are subject to the benefits, limitations and exclusions of this health benefit plan. NOTE: This benefit may only be available IN-NETWORK; see "Summary of Benefits" for BENEFIT PERIOD MAXIMUMS.

Pediatric Vision Exclusions

- Fitting for contact lenses, glasses, or other hardware

COVERED SERVICES *(cont.)*

- Diagnostic services that are not a component of a routine vision examination
- Services and materials not meeting accepted standards of optometric practice
- Visual therapy
- Replacement of lost or stolen eyewear
- Non-prescription (Plano) lenses
- Two pairs of eyeglasses in lieu of bifocals
- Replacement insurance for contact lenses.

Temporomandibular Joint (TMJ) Services

This health benefit plan provides benefits for services provided by a duly licensed DOCTOR, DOCTOR of dental SURGERY, or DOCTOR of dental medicine for diagnostic, therapeutic or surgical procedures, including oral SURGERY involving bones or joints of the jaw, face or head when the procedure is related to TMJ disease. Therapeutic benefits for TMJ disease include splinting and use of intra-oral PROSTHETIC APPLIANCES to reposition the bones. Surgical benefits for TMJ disease are limited to SURGERY performed on the temporomandibular joint. If TMJ is caused by malocclusion, benefits are provided for surgical correction of malocclusion when surgical management of the TMJ is MEDICALLY NECESSARY. Please have your PROVIDER contact Blue Cross NC before receiving treatment for TMJ.

PRIOR REVIEW and CERTIFICATION are required for certain surgical procedures or these services will not be covered, unless treatment is for an EMERGENCY.

Diabetes-Related Services

All MEDICALLY NECESSARY diabetes-related services, including equipment, supplies, medications and laboratory procedures are covered. Diabetic outpatient self-management training and educational services are also covered. Your benefit depends on where services are received. See "Summary of Benefits."

Equipment and Supplies

DURABLE MEDICAL EQUIPMENT

Benefits are provided for DURABLE MEDICAL EQUIPMENT and supplies required for operation of equipment when prescribed by a PROVIDER. Equipment may be purchased or rented at the discretion of Blue Cross NC. Blue Cross NC provides benefits for repair or replacement of the covered equipment. Benefits will end when it is determined that the equipment is no longer MEDICALLY NECESSARY. Certain DURABLE MEDICAL EQUIPMENT requires PRIOR REVIEW and CERTIFICATION or services will not be covered.

DURABLE MEDICAL EQUIPMENT Exclusions

- Appliances and accessories that serve no medical purpose or that are primarily for comfort or convenience and are upgrades beyond the stated medical purpose

COVERED SERVICES *(cont.)*

- Repair or replacement of equipment due to abuse or desire for new equipment.

Hearing Aids

This health benefit plan provides coverage for MEDICALLY NECESSARY hearing aids, including implantable bone-anchored hearing aids (BAHA), and related services that are ordered by a DOCTOR or a licensed audiologist for each MEMBER under the age of 22. Benefits are provided for one hearing aid per hearing-impaired ear and replacement hearing aids when alterations to an existing hearing aid are not adequate to meet the MEMBER'S needs. Benefits are also provided for the evaluation, fitting, and adjustments of hearing aids or replacement of hearing aids, and for supplies, including ear molds.

Certain hearing aids and related services may require PRIOR REVIEW and CERTIFICATION or services will not be covered.

Lymphedema-Related Services

Coverage is provided for the diagnosis, evaluation, and treatment of lymphedema. These services must be provided by a licensed occupational or physical therapist or licensed nurse that has experience providing this treatment, or other licensed health care professional whose treatment of lymphedema is within their scope of practice. Benefits include MEDICALLY NECESSARY equipment, supplies and services such as complex decongestive therapy or self-management therapy and training. Gradient compression garments may be covered only with a PRESCRIPTION and custom-fit for the patient.

Lymphedema-Related Services Exclusion

- Over-the-counter compression or elastic knee-high or other stocking products.

MEDICAL SUPPLIES

Coverage is provided for MEDICAL SUPPLIES. Select diabetic supplies and spacers for metered dose inhalers and peak flow meters are also covered under your PRESCRIPTION DRUG benefit.

To obtain MEDICAL SUPPLIES and equipment, please find a PROVIDER on our website at www.BlueCrossNC.com or call Blue Cross NC Customer Service.

Orthotic Devices

Orthotic devices, which are rigid or semi-rigid supportive devices that restrict or eliminate motion of a weak or diseased body part, are covered if MEDICALLY NECESSARY and prescribed by a PROVIDER. Foot orthotics may be covered only when custom molded to the patient.

Orthotic Devices Exclusions

- Pre-molded foot orthotics
- Over-the-counter supportive devices

COVERED SERVICES *(cont.)*

- Appliances and accessories that serve no medical purpose or that are primarily for comfort or convenience or are upgrades beyond the stated medical purpose
- Repair or replacement of equipment due to abuse or desire for new equipment.

PROSTHETIC APPLIANCES

Your coverage provides benefits for the purchase, fitting, adjustments, repairs, and replacement of PROSTHETIC APPLIANCES. The PROSTHETIC APPLIANCE must replace all or part of a body part or its function. The type of PROSTHETIC APPLIANCE will be based on the functional level of the MEMBER. Therapeutic contact lenses may be covered when used as a corneal bandage for a medical condition. Benefits include a one-time replacement of eyeglass or contact lenses due to a prescription change after cataract SURGERY. Certain PROSTHETIC APPLIANCES require PRIOR REVIEW and CERTIFICATION or services will not be covered.

PROSTHETIC APPLIANCES Exclusions

- Appliances and accessories that serve no medical purpose or that are primarily for comfort or convenience or are upgrades beyond the stated medical purpose
- Repair or replacement of equipment due to abuse or desire for new equipment.

Surgical Benefits

Surgical benefits by a professional or facility PROVIDER on an inpatient or outpatient basis, including preoperative and postoperative care and care of complications, are covered.

Certain surgical procedures, including bariatric SURGERY, gender affirmation SURGERY and hormone therapy, and those surgical procedures that are potentially COSMETIC, require PRIOR REVIEW and CERTIFICATION or services will not be covered.

Surgical benefits include but are not limited to:

- Diagnostic SURGERY such as biopsies and reconstructive SURGERY performed to correct CONGENITAL defects that result in functional impairment of newborn, adoptive, and FOSTER CHILDREN.
- Surgical treatment of morbid obesity (bariatric SURGERY)
- Mastectomy SURGERY, including:
 - Reconstruction of the breast on which the mastectomy has been performed
 - SURGERY and reconstruction of the nondiseased breast to produce a symmetrical appearance, without regard to the lapse of time between the mastectomy and the reconstructive SURGERY
 - Prostheses and physical complications of all stages of the mastectomy, including lymphedemas. See “Federal Notices” for more information about mastectomy benefits.
- Surgical, endovenous and microfoam-sclerotherapy procedures used to support the normal function of your major (truncal) veins. Coverage is also provided for

COVERED SERVICES *(cont.)*

liquid-sclerotherapy tributary vein treatment associated with a covered truncal vein procedure.

- Joint replacement SURGERY

If you have more than one surgical procedure performed on the same date of service those procedures may not be eligible for separate reimbursement.

For information about coverage of multiple surgical procedures, please refer to Blue Cross NC's reimbursement policies, which are on our website at www.BlueCrossNC.com, or call Blue Cross NC Customer Service at the number listed in "Who to Contact?"

Anesthesia

Your anesthesia benefit includes coverage for general, spinal block, or monitored regional anesthesia ordered by the attending DOCTOR and administered by or under the supervision of a DOCTOR other than the attending surgeon or assistant at SURGERY.

Benefits are not available for charges billed separately by the PROVIDER which are not eligible for additional reimbursement. Also, your coverage does not provide additional benefits for local anesthetics, which are covered as part of your surgical benefit.

Transplants

A transplant is the surgical transfer of a human organ, bone marrow, tissue, or peripheral blood stem cells taken from the body and returned or grafted into another area of the same body or into another body. This health benefit plan provides benefits for transplants, including HOSPITAL and professional services for covered transplant procedures. Blue Cross NC provides care management for transplant services and will help you find a HOSPITAL or Blue Distinction Center that provides the transplant services required. Travel and lodging expenses and charges related to a search for a donor may be reimbursed based on Blue Cross NC guidelines that are available upon request from a transplant coordinator.

For a list of covered transplants, call Blue Cross NC Customer Service at the number listed in "Who to Contact?" to speak with a transplant coordinator and request PRIOR REVIEW. CERTIFICATION must be obtained in advance from Blue Cross NC for all transplant-related services in order to assure coverage of these services. Grafting procedures associated with reconstructive SURGERY are not considered transplants.

If a transplant is provided from a living donor to the recipient MEMBER who will receive the transplant:

- Benefits are provided for reasonable and necessary services related to the search for a donor.

COVERED SERVICES *(cont.)*

- Both the recipient and the donor are entitled to benefits of this coverage when the recipient is a member. Benefits provided to the donor will be charged against the recipient's coverage.

Some transplant services are INVESTIGATIONAL and not covered for some or all conditions or illnesses. Please see "Glossary" for an explanation of INVESTIGATIONAL.

Transplants Exclusions

- The purchase price of the organ or tissue, if any organ or tissue is sold rather than donated to the recipient MEMBER
- The procurement of organs, tissue, bone marrow or peripheral blood stem cells or any other donor services if the recipient is not a MEMBER
- Transplants, including high-dose chemotherapy, considered EXPERIMENTAL or INVESTIGATIONAL
- Services for or related to the transplantation of animal or artificial organs or tissues.

Blue Distinction® Centers

You may want to go to a Blue Distinction® Center (BDC) to receive your surgical procedure. Blue Distinction® Centers are HOSPITALS and health care facilities with proven track records for delivering outstanding quality of care, service, and patient safety in the following specialties:

- bariatric SURGERY
- cardiac care
- knee or hip replacement
- maternity care
- transplants
- substance use disorder treatment and recovery
- spine SURGERY

The list of specialties may change from time to time. If you receive care at a BDC, your out-of-pocket costs may be less. Please visit www.BlueCrossNC.com/bdc for more information, including the most up-to-date list of specialties, and to find a Blue Distinction Center near you.

Mental Health and Substance Use Disorder Services

This health benefit plan provides benefits for the treatment of MENTAL ILLNESS and substance use disorder by a HOSPITAL, RESIDENTIAL TREATMENT FACILITY, DOCTOR or OTHER PROVIDER without a referral, and includes, but is not limited to:

- OFFICE VISIT services
- Outpatient services (includes partial-day/night hospitalization services (minimum of four hours per day and 20 hours per week), and intensive therapy services (less than four hours per day and minimum of nine hours per week))

COVERED SERVICES *(cont.)*

- Inpatient and RESIDENTIAL TREATMENT FACILITY services (includes room and board and related treatment).

How to Access Mental Health and Substance Use Disorder Services

PRIOR REVIEW is not required for any OFFICE VISIT services or in EMERGENCY situations. However, in EMERGENCY situations, please notify Blue Cross NC of your inpatient admission as soon as reasonably possible.

PRIOR REVIEW and CERTIFICATION are required for inpatient (including RESIDENTIAL TREATMENT FACILITY services) or certain outpatient services by Blue Cross NC or services will not be covered. See the PRIOR REVIEW and CERTIFICATION number listed in “Who to Contact?” Information about which services require PRIOR REVIEW as well as a list of IN-NETWORK PROVIDERS can be found online at

<https://www.BlueCrossNC.com/providers/medical-policies-and-coverage/search-medical-policy> or you can call Blue Cross NC Customer Service or the mental health phone number on the back of your ID CARD.

PRESCRIPTION DRUG Benefits

Your PRESCRIPTION DRUG benefits cover the following:

- PRESCRIPTION DRUGS, including self-administered injectable medications, and contraceptive drugs and devices
- PRESCRIPTION DRUGS related to treatment of SEXUAL DYSFUNCTION
- Certain over-the-counter drugs when listed as covered in the FORMULARY, or under your PREVENTIVE CARE benefit, and a PROVIDER’S PRESCRIPTION for that drug is presented at the pharmacy
- Immunizations for influenza, shingles and pneumonia are covered at no cost to you when received at an IN-NETWORK pharmacy. The list of covered immunizations may change from time to time, call Blue Cross NC Customer Service for the most up-to-date list
- Spacers for metered dose inhalers and peak flow meters, insulin and diabetic supplies such as: insulin needles, syringes, glucose testing strips, ketone testing strips and tablets, lancets and lancet devices. Supplies are also available under your MEDICAL SUPPLIES benefit. Benefits may vary for MEDICAL SUPPLIES, depending on whether supplies are received at a MEDICAL SUPPLY PROVIDER or at a pharmacy. See “Summary of Benefits”

The following information will help you get the most value from your PRESCRIPTION DRUG COVERAGE:

| Situation | Value |
|--|--|
| Where you get your PRESCRIPTION filled | Your cost will be less if you use an IN-NETWORK pharmacy in North Carolina. If you fail to show your ID CARD or the IN-NETWORK |

COVERED SERVICES *(cont.)*

| Situation | Value |
|---|--|
| | <p>pharmacy’s records do not show you as eligible for coverage, you will have to pay the full cost of the PRESCRIPTION and file a claim.</p> <p>You may also get your PRESCRIPTION filled by an OUT-OF-NETWORK pharmacy; however, you may be asked to pay the full cost of the PRESCRIPTION DRUG and submit your own claim. Any charges over the ALLOWED AMOUNT are your responsibility.</p> <p>If you had an EMERGENCY and went to an OUT-OF-NETWORK pharmacy, we recommend that you call Blue Cross NC Customer Service at the number listed in “Who to Contact?” so that the claim can be processed at the IN-NETWORK level.</p> |
| <p>How the type of PRESCRIPTION DRUG may determine the amount you pay</p> | <p>Your PRESCRIPTION DRUG benefit has a closed FORMULARY or list of PRESCRIPTION DRUGS, divided into categories or tiers. Blue Cross NC determines the tier placement of PRESCRIPTION DRUGS in the FORMULARY, and this determines the amount you pay. On a closed FORMULARY, PROVIDERS can prescribe from a list of GENERIC and brand medications from each therapeutic category. Some medications on the list and those not on the list must go through a non-FORMULARY or RESTRICTED-ACCESS (STEP THERAPY) DRUGS OR DEVICES exception process for MEDICAL NECESSITY to be reimbursed under the prescription benefit. For more information on the exception process please visit www.BlueCrossNC.com/umdrug.</p> <p>Tier placement of PRESCRIPTION DRUGS in the FORMULARY may be determined by the effectiveness and safety of the drug, the cost of the drug, and/or the classification of the drug by the U.S. Food and Drug Administration (FDA) or nationally recognized drug-databases (e.g., Medispan).</p> <p>The lowest cost PRESCRIPTION DRUGS, such as GENERICS, are generally located on the lowest tiers (Tier 1 and Tier 2). Higher cost PRESCRIPTION DRUGS, such as BRAND-NAME PRESCRIPTION DRUGS are generally located on the higher tiers. All tiers of the FORMULARY may contain GENERIC and BRAND-NAME PRESCRIPTION DRUGS.</p> <p>SPECIALTY DRUGS, if applicable, are located on the highest tier(s) of your plan, even though they may be classified as GENERIC, BRAND-NAME, BIOLOGIC, or BIOSIMILAR PRESCRIPTION DRUGS. Visit our website at www. BlueCrossNC.com for additional information on the tier classification of PRESCRIPTION DRUGS.</p> |

COVERED SERVICES (cont.)

| Situation | Value |
|---|---|
| | <p>The PRESCRIPTION DRUGS listed in the FORMULARY or their tier placement may change from time to time due to a change in the cost of the drug and/or in the classification of the drug by the U.S. Food and Drug Administration (FDA) or nationally recognized drug databases (e.g., Medispan).</p> |
| <p>How your PRESCRIPTION is dispensed</p> | <p>In some cases, a PROVIDER may prescribe a total dosage of a drug that requires two or more different drugs in a compound to be dispensed. In these cases if you have copayments for PRESCRIPTION DRUGS, you will be responsible for one copayment, that of the highest tier drug in the compound, based on each 30-day supply. Please note that some PRESCRIPTION DRUGS are only dispensed in 60- or 90-day quantities. For these drugs, you will pay either two or three copayments depending on the quantity you receive. Please see "Summary of Benefits."</p> <p>If you need to receive an extended supply (greater than a 30-day supply and up to a 90-day supply), visit our website at www.BlueCrossNC.com for a listing of retail pharmacies or mail-order service that can dispense an extended supply of your PRESCRIPTION.</p> <p>You cannot refill a PRESCRIPTION until:</p> <ul style="list-style-type: none"> • three-fourths (75%) of the time period has passed that the PRESCRIPTION was intended to cover, or • up to nine-tenths (90%) of the time period has passed that the controlled PRESCRIPTION was intended to cover, or • the full time period has passed that the PRESCRIPTION was intended to cover if quantity limits apply, <p>except during a government-declared state of emergency or disaster in the county in which you reside. During these circumstances, you must request a refill within 29 days after the date of the emergency or disaster (not the date of the declaration). A refill of a PRESCRIPTION with quantity limitations may take into account the proportionate dosage use prior to the disaster.</p> <p>Certain combinations of compound drugs may require PRIOR REVIEW and CERTIFICATION. For specific information about drug classes with limited or no plan coverage, please visit www.BlueCrossNC.com/umdrug. Examples of these drug categories include (but are not limited to) Infertility Drugs, SEXUAL DYSFUNCTION Drugs and non-FDA Approved Medications.</p> |

COVERED SERVICES *(cont.)*

| Situation | Value |
|--|---|
| | Reference the “Drugs with Limited or No Plan Coverage” section for more details. |
| If you have multiple PRESCRIPTIONS and need to align your refill dates | <p>If you have multiple PRESCRIPTIONS and need to align your refill dates you may need a PRESCRIPTION for less than a 30-day supply. If your DOCTOR or pharmacy agrees to give you a PRESCRIPTION for less than a 30-day supply for this purpose, you will only pay a prorated daily cost-sharing amount (any dispensing fee will not be prorated). This benefit is only available for drugs covered under your PRESCRIPTION DRUG benefit, received at an IN-NETWORK pharmacy, and when PRIOR REVIEW requirements have been met.</p> <p>In addition, the drugs must:</p> <ul style="list-style-type: none"> • be used for treatment and management of chronic conditions and are subject to refills; • NOT be a Schedule II or Schedule III controlled substance containing hydrocodone; • be able to be split over short-fill periods; and • not have quantity limits or dose optimization criteria that would be affected by aligning refill dates. |
| Use of Lower-Cost PRESCRIPTION DRUGS | When choosing a PRESCRIPTION DRUG, you and your DOCTOR should discuss whether a lower-cost PRESCRIPTION DRUG could provide the same results as a more expensive PRESCRIPTION DRUG. If you choose a BRAND-NAME PRESCRIPTION DRUG, your cost may be higher. |
| PRIOR REVIEW Requirements | PRIOR REVIEW and CERTIFICATION by Blue Cross NC are required for some PRESCRIPTION DRUGS or services will not be covered. Blue Cross NC may change the list of these PRESCRIPTION DRUGS from time to time. Blue Cross NC may change the authorization period for which a previously reviewed or certified drug was granted. Should this occur, you will be notified. Please visit our www.BlueCrossNC.com for more details. |
| SPECIALTY DRUGS | Blue Cross NC has a separate pharmacy network for purchasing select SPECIALTY DRUGS (“Specialty Network”). These SPECIALTY DRUGS (which include specialty GENERIC or BRAND-NAME PRESCRIPTION DRUGS, as well as BIOLOGIC or BIOSIMILAR PRESCRIPTION DRUGS) must be dispensed by a pharmacy participating in the Specialty Network in order to receive |

COVERED SERVICES (cont.)

| Situation | Value |
|---------------------------|--|
| | <p>IN-NETWORK benefits. These drugs are limited to a 30-day supply or less. For a list of PRESCRIPTION DRUGS that are considered SPECIALTY DRUGS, visit our website at www.BlueCrossNC.com.</p> |
| <p>Exception Requests</p> | <p>MEMBERS, their authorized representative, or their prescribing PROVIDER may request a standard exception request, an expedited exception request, or an external exception request in order to gain access to non-FORMULARY or RESTRICTED-ACCESS (STEP THERAPY) DRUGS OR DEVICES if determined to be MEDICALLY NECESSARY and appropriate by the MEMBER’S prescribing PROVIDER and to request and gain access to clinically appropriate drugs not otherwise covered under the health benefit plan.</p> <p>As part of an exception request, the MEMBER’S prescribing PROVIDER must provide supporting information of the request by including an oral or written statement that provides a justification supporting the need for the non-FORMULARY or RESTRICTED-ACCESS (STEP THERAPY) DRUGS OR DEVICES to treat the MEMBER’S condition. Exception requests will be granted if supporting information demonstrates any of the following:</p> <ul style="list-style-type: none"> • the MEMBER has tried an alternate drug or drugs while covered by Blue Cross NC or their previous health benefit plan; • the FORMULARY or alternate drug or drugs has been ineffective in the treatment of the MEMBER’S disease or condition; • the FORMULARY or alternate drug or drugs causes or is reasonably expected by the prescribing PROVIDER to cause a harmful or adverse clinical reaction in the MEMBER; • either (i) the drug is prescribed in line with any applicable clinical protocol of Blue Cross NC or (ii) the drug has been approved as an exception to the clinical protocol consistent with Blue Cross NC’s exception procedure; • the MEMBER’S prescribing PROVIDER certifies in writing that the MEMBER has previously used an alternative nonrestricted access drug or device and the alternative drug or device has been detrimental to the MEMBER’S health or has been ineffective in treating the same condition and, in the prescribing PROVIDER’S opinion, is likely to be detrimental to |

COVERED SERVICES (cont.)

| Situation | Value | | | | | | | | | |
|-----------------------|--|-----------------|------------------------|-----------------------|---|------------|---|------------|---|--|
| | <p>the MEMBER’S health or ineffective in treating the condition again.</p> <p>PRESCRIPTION DRUG samples, coupons or other incentive programs will not be considered a trial and failure of a prescribed drug in place of trying the formulary-preferred or nonrestricted access PRESCRIPTION DRUG.</p> <p>MEMBERS (or their authorized representatives) may visit www.BlueConnectNC.com for information about the ways to submit a request. Generally, MEMBERS may submit requests:</p> <ul style="list-style-type: none"> • By fax (visit the website above for fax form and numbers) • By mail to Blue Cross and Blue Shield of North Carolina, Healthcare Management and Operations, Pharmacy Exception, PO Box 2291, Durham, NC 27702 • By telephone at 1-800-672-7897 <p>Once Blue Cross NC has all necessary and relevant information to make a decision, Blue Cross NC will provide a response to the MEMBER and their PROVIDER approving or denying their request (if approved, notice will provide duration of approval) within the following timeframes:</p> <table border="1" data-bbox="555 1144 1393 1677"> <thead> <tr> <th>Type of Request</th> <th>Blue Cross NC Response</th> </tr> </thead> <tbody> <tr> <td>Standard (non-urgent)</td> <td>No later than 72 hours following the receipt of request</td> </tr> <tr> <td>Expedited*</td> <td>No later than 24 hours following the receipt of request</td> </tr> <tr> <td rowspan="2">External**</td> <td>No later than 72 hours following the receipt of request (Original request was standard)</td> </tr> <tr> <td>No later than 24 hours following the receipt of request (original request was expedited)</td> </tr> </tbody> </table> <p>*An expedited request is permissible where a MEMBER is suffering from a health condition that may seriously jeopardize the MEMBER’S life, health, or ability to regain maximum function or when the MEMBER is getting a current course of treatment using a</p> | Type of Request | Blue Cross NC Response | Standard (non-urgent) | No later than 72 hours following the receipt of request | Expedited* | No later than 24 hours following the receipt of request | External** | No later than 72 hours following the receipt of request (Original request was standard) | No later than 24 hours following the receipt of request (original request was expedited) |
| Type of Request | Blue Cross NC Response | | | | | | | | | |
| Standard (non-urgent) | No later than 72 hours following the receipt of request | | | | | | | | | |
| Expedited* | No later than 24 hours following the receipt of request | | | | | | | | | |
| External** | No later than 72 hours following the receipt of request (Original request was standard) | | | | | | | | | |
| | No later than 24 hours following the receipt of request (original request was expedited) | | | | | | | | | |

COVERED SERVICES *(cont.)*

| Situation | Value |
|----------------------|---|
| | <p>non-FORMULARY or RESTRICTED-ACCESS(STEP THERAPY) DRUG OR DEVICE.</p> <p>**An external request will be reviewed by an independent review organization contracted by Blue Cross NC.</p> |
| Quantity Limitations | <p>Blue Cross NC covers certain PRESCRIPTION DRUGS up to a set quantity based on criteria developed by Blue Cross NC to encourage the appropriate use of the drug. For these PRESCRIPTION DRUGS, PRIOR REVIEW and CERTIFICATION are required before excess quantities of these drugs will be covered. When excess quantities are approved, you may be required to pay an additional copayment, if applicable.</p> |
| Benefit Limitations | <p>Certain PRESCRIPTION DRUGS are subject to benefit limitations, which may include, but not limited to: the amount dispensed per PRESCRIPTION, per day or per defined time period; per lifetime; per month's supply; or the amount dispensed per single copayment, if applicable. Note: excess quantities are not covered. These benefit limitations can be found at www.BlueCrossNC.com/umdrug.</p> |

Blue Cross NC may develop a lock-in program which would require that a MEMBER select a single prescriber and single pharmacy to obtain certain covered PRESCRIPTION DRUGS that are considered controlled substances. The program applies to a MEMBER who meets any of the following conditions:

- (1) filled six or more PRESCRIPTIONS for covered substances in a period of two consecutive months
- (2) received PRESCRIPTIONS for covered substances from three or more health care PROVIDERS in a period of two consecutive months
- (3) recommended to Blue Cross NC as a candidate for the lock-in program by a health care PROVIDER.

No MEMBER will be subject to this program until they have been notified by us in writing. You will not be required to use the single prescriber or single pharmacy for other PRESCRIPTION DRUGS covered under the health benefit plan.

WHAT IS NOT COVERED?

Exclusions for a specific type of service are stated along with the benefit description in "COVERED SERVICES." Exclusions that apply to many services are listed in this section, starting with general exclusions and then the remaining exclusions are listed in alphabetical order. To understand all the exclusions that apply, read "COVERED SERVICES," "Summary of Benefits" and "What Is Not Covered?" This health benefit plan does not cover services, supplies, drugs or charges for:

- Any condition, disease, ailment, injury or diagnostic service to the extent that benefits are provided or persons are eligible for coverage under Title XVIII of the Social Security Act of 1965, including amendments, except as otherwise provided by federal law
- Conditions that federal, state or local law requires to be treated in a public facility
- Any condition, disease, illness or injury that occurs in the course of employment, if the EMPLOYEE, EMPLOYER or carrier is liable or responsible for the specific medical charge (1) according to a final adjudication of the claim under a state's workers' compensation laws, or (2) by an order of a state Industrial Commission or other applicable regulatory agency approving a settlement agreement
- Benefits that are provided by any governmental unit except as required by law
- Services that are ordered by a court that are otherwise excluded from benefits under this health benefit plan
- Any condition suffered as a result of any act of war or while on active or reserve military duty
- Services performed in a dental or medical department maintained by or on behalf of an employer, a mutual benefit association, labor union, trust or similar person or group
- Services in excess of any BENEFIT PERIOD MAXIMUM or LIFETIME MAXIMUM
- A benefit, drug, service or supply that is not specifically listed as covered in this benefit booklet
- Any benefit, drug, service, supply, test or charge that is duplicative or inclusive to other COVERED SERVICES

In addition, this health benefit plan does not cover the following services, supplies, drugs or charges:

A

Acupuncture and acupressure

Administrative charges including, but not limited to: charges billed by a PROVIDER, including charges for failure to keep a scheduled visit, completion of claim forms, obtaining medical records, late payments, telephone charges, shipping and handling and taxes.

Costs in excess of the **ALLOWED AMOUNT** for services usually provided by one DOCTOR, when those services are provided by multiple DOCTORS, or medical care provided by more than one DOCTOR for treatment of the same condition.

WHAT IS NOT COVERED? *(cont.)*

Alternative medicine services, which are unproven preventive or treatment modalities, generally described as alternative, integrative or complementary medicine, whether performed by a physician or any OTHER PROVIDER.

B

Collection and storage of **blood** and stem cells taken from the umbilical cord and placenta for future use in fighting a disease.

C

Claims not submitted to Blue Cross NC within 18 months of the date the charge was INCURRED, except in the absence of legal capacity of the MEMBER.

Convenience items such as, but not limited to, devices and equipment used for environmental control, urinary incontinence devices (including bed wetting devices) and equipment, heating pads, hot water bottles, ice packs, and personal hygiene items.

COSMETIC services: the removal of excess skin from any area of the body (except panniculectomy), skin tag excisions, cryotherapy, dermabrasion and/or chemical exfoliation for acne and acne scarring, injection of dermal fillers, removal of wrinkles (facelift), services for hair transplants, skin tone enhancements, electrolysis, liposuction/lipectomy from head, neck, trunk/buttocks, and **SURGERY** for psychological or emotional reasons, except as specifically covered by this health benefit plan.

Services received either before or after the **coverage period** of this health benefit plan, regardless of when the treated condition occurred, and regardless of whether the care is a continuation of care received prior to the termination.

Custodial care designed essentially to assist an individual with activities of daily living, with or without routine nursing care and the supervisory care of a DOCTOR. While some skilled services may be provided, the patient does not require continuing skilled services 24 hours daily. The individual is not under specific medical, surgical, or psychiatric treatment to reduce a physical or mental disability to the extent necessary to enable the patient to live outside either the institution or the home setting with substantial assistance and supervision, nor is there reasonable likelihood that the disability will be reduced to that level even with treatment. Custodial care includes, but is not limited to, help in walking, bathing, dressing, feeding, preparation of special diets and supervision over medications that could otherwise be self-administered. Such services and supplies are custodial as determined by Blue Cross NC without regard to the place of service or the PROVIDER prescribing or providing the services.

D

Dental appliances except when **MEDICALLY NECESSARY** for the treatment of temporomandibular joint disease or obstructive sleep apnea.

Dental care, dentures, dental implants, oral orthotic devices, palatal expanders and orthodontics except as specifically covered by this health benefit plan.

WHAT IS NOT COVERED? *(cont.)*

DENTAL SERVICES provided in a HOSPITAL, except as described in “Dental Treatment Covered Under Your Medical Benefit”.

The following **drugs**:

- A PRESCRIPTION DRUG that is in excess of the stated quantity limits
- A PRESCRIPTION DRUG that is purchased to replace a lost, broken, or destroyed PRESCRIPTION DRUG except under certain circumstances during a state of emergency or disaster
- A PRESCRIPTION DRUG that is any portion or refill which exceeds the maximum supply for which benefits will be provided when dispensed under any one PRESCRIPTION
- Injections by a health care professional of injectable PRESCRIPTION DRUGS which can be self-administered, unless medical supervision is required
- Drugs associated with assisted reproductive technology
- EXPERIMENTAL drugs or any drug not approved by the U.S. Food and Drug Administration (FDA) for the applicable diagnosis or treatment. However, this exclusion does not apply to PRESCRIPTION DRUGS (1) specifically listed as a covered drug in the FORMULARY and a written PRESCRIPTION is provided; or (2) used in covered phases I, II, III and IV clinical trials, or drugs approved by the FDA for treatment of cancer, if prescribed for the treatment of any type of cancer for which the drug has been proven as effective and accepted in any one of the following:
 - The National Comprehensive Cancer Network Drugs & Biologics Compendium
 - The Thomson Micromedex DrugDex
 - The Elsevier Gold Standard’s Clinical Pharmacology
 - Any other authoritative compendia as recognized periodically by the United States Secretary of Health and Human Services.
- Purchased over-the-counter, unless specifically listed as a covered drug in the FORMULARY and a written PRESCRIPTION is provided
- Therapeutically equivalent to an over-the-counter drug
- Compounded and does not contain at least one ingredient that is defined as a PRESCRIPTION DRUG (see “Glossary”). Compounds containing non-FDA approved bulk chemical ingredients are excluded from coverage
- Contraindicated (should not be used) due to age, drug interaction, therapeutic duplications, dose greater than maximum recommended or other reasons as determined by FDA’s approved product labeling
- A medical device, unless specifically listed as a covered medical device in the FORMULARY and a written PRESCRIPTION is provided
- A medication that has been repackaged – a pharmaceutical product that is removed from the original manufacturer container (Brand Originator) and repackaged by another manufacturer with a different NDC
- Institutional packs or clinic packs – a pharmaceutical product that is labeled for Institutional Use Only (for HOSPITALS, institutions or clinics only) and which has a different NDC (National Drug Code) for clinical or institutional use

WHAT IS NOT COVERED? (cont.)

- PRESCRIPTION DRUGS for short-term and long-term use in the treatment of clinical obesity.

E

—

Services primarily for **EDUCATIONAL TREATMENT** including, but not limited to, books, tapes, pamphlets, seminars, classroom, Web or computer programs, individual or group instruction and counseling, except as specifically covered by this health benefit plan.

The following **equipment**:

- Devices and equipment used for environmental accommodation requiring vehicle and/or building modifications such as, but not limited to, chair lifts, stair lifts, home elevators and ramps
- Air conditioners, furnaces, humidifiers, dehumidifiers, vacuum cleaners, electronic air filters and similar equipment
- Physical fitness equipment, hot tubs, Jacuzzis, heated spas, or pools
- Standing frames
- Automatic external defibrillators
- Personal computers.

EXPERIMENTAL services including services whose efficacy has not been established by controlled clinical trials, or are not recommended as a preventive service by the U.S. Public Health Service, except as specifically covered by this health benefit plan.

F

—

ROUTINE **FOOT CARE** that is palliative or **COSMETIC**.

G

—

Genetic testing, except for high risk patients when the identification of a genetic abnormality correlates with the likelihood of a disease or condition, and when the therapeutic or diagnostic course would be determined by the outcome of the testing.

H

—

Routine **hearing** examinations and **hearing aids**, including implantable bone-anchored hearing aids (BAHA), or examinations for the fitting of hearing aids for MEMBERS over the age of 22.

Certain **home health care** services, including, but not limited to: homemaker services, such as cooking, and housekeeping; dietitian services or meals; services that are provided by a close relative or a member of your household.

Hypnosis, except when used for control of acute or chronic pain.

I

—

Inpatient admissions primarily for the purpose of receiving diagnostic services or a physical examination. Inpatient admissions primarily for the purpose of receiving therapy services,

WHAT IS NOT COVERED? (cont.)

except when the admission is a continuation of treatment following care at an inpatient facility for an illness or accident requiring therapy.

Inpatient confinements that are primarily intended as a change of environment.

Services that are **INVESTIGATIONAL** in nature or obsolete, including any service, drugs, procedure or treatment directly related to an INVESTIGATIONAL treatment, except as specifically covered by this health benefit plan.

M

Services or supplies deemed not **MEDICALLY NECESSARY** or not ordered by a PROVIDER.

N

Side effects and complications of **noncovered services**, or services that would not be necessary if a noncovered service had not been received, except for EMERGENCY SERVICES in the case of an EMERGENCY. A noncovered service includes, but is not limited to, any services, procedures or supplies associated with COSMETIC services, INVESTIGATIONAL services, services deemed not MEDICALLY NECESSARY.

O

The following **obesity** services:

- Any cost associated with membership in a weight management program or health club
- Any treatment or regimen, medical or surgical, for the purpose of reducing or controlling the weight of the MEMBER or for treatment of obesity, except for surgical treatment of morbid obesity, or as specifically covered by this health benefit plan.

P

Body **piercing**

Care or services from a **PROVIDER** who:

- Cannot legally provide or legally charge for the services or services are outside the scope of the PROVIDER'S license or certification
- Provides and bills for services from a licensed health care professional who is in training
- Is in a MEMBER'S immediate family
- Is not recognized by Blue Cross NC as an eligible PROVIDER

R

The following **residential care** services:

- Care in a self-care unit, apartment or similar facility operated by or connected with a HOSPITAL
- Domiciliary care or rest cures, care provided and billed for by a hotel, health resort, convalescent home, rest home, nursing home or other extended care facility, home

WHAT IS NOT COVERED? *(cont.)*

for the aged, infirmary, school infirmary, institution providing education in special environments, in RESIDENTIAL TREATMENT FACILITIES (except for substance use disorder and mental health treatment), or any similar facility or institution.

RESPITE CARE, whether in the home or in a facility or inpatient setting, except as specifically covered by this health benefit plan.

S

Services or **supplies** that are:

- Not performed by or upon the direction of a DOCTOR or OTHER PROVIDER
- Available to a MEMBER without charge

SEXUAL DYSFUNCTION unrelated to organic disease.

Shoe lifts and **shoes** of any type unless part of a brace.

T

The following types of **Temporomandibular Joint (TMJ)** Services:

- Treatment for periodontal disease
- Dental implants or root canals
- Crowns and bridges
- Orthodontic braces
- Occlusal (bite) adjustments
- Extractions.

The following types of **therapy**:

- Music therapy, remedial reading, recreational or activity therapy, all forms of special education and supplies or equipment used similarly
- Massage therapy
- Cognitive rehabilitation
- Group classes for pulmonary rehabilitation.

Travel, whether or not recommended or prescribed by a DOCTOR or other licensed health care professional, except when approved in advance for transplants.

V

The following **vision** services:

- Radial keratotomy and other refractive eye SURGERY, and related services to correct vision except for surgical correction of an eye injury. Also excluded are premium intraocular lenses or the services related to the insertion of premium lenses beyond what is required for insertion of conventional intraocular lenses, which are small, lightweight, clear disks that replace the distance-focusing power of the eye's natural crystalline lens.

WHAT IS NOT COVERED? *(cont.)*

- Eyeglasses or contact lenses, except as specifically covered in “PROSTHETIC APPLIANCES” or “Pediatric Vision”
- Orthoptics, vision training, and low vision aids, except as specifically covered in “Pediatric Vision”
- Lenses for keratoconus or any other eye procedure except as specifically covered under this health benefit plan
- Routine eye exams for adults

Vitamins, food supplements or replacements, nutritional or dietary supplements, formulas or special foods of any kind, including medical foods with a PRESCRIPTION, except for PRESCRIPTION prenatal vitamins or PRESCRIPTION vitamin B-12 injections for anemias, neuropathies or dementias secondary to a vitamin B-12 deficiency, or certain over-the-counter medications that may be available under your PREVENTIVE CARE benefits for certain individuals. For the most up-to-date PREVENTIVE CARE services that are covered under federal law, see our website at www.BlueCrossNC.com/preventive.

W

Wigs, hair pieces and hair implants for any reason.

WHEN COVERAGE BEGINS AND ENDS

This section provides information on who is eligible and how to qualify for coverage under this health benefit plan:

Table of Contents:

- Enrolling in this Health Benefit Plan
- Reporting Changes
- Renewing or Changing Your Coverage
- Multiple Coverage
- Termination of MEMBER Coverage

Key Words:

- EFFECTIVE DATE
- DEPENDENTS

If you did not purchase a MARKETPLACE plan, MEMBERS are eligible to receive benefits as long as:

- They are residents of North Carolina,
- They live, work, or reside in the Blue Home with Novant Health SERVICE AREA,
- They are not covered by Medicare as of the EFFECTIVE DATE of this health benefit plan, and
- They are under the age of 21 as of the EFFECTIVE DATE, if they are enrolled in a child only plan.

If you purchased a MARKETPLACE plan, MEMBERS are eligible to receive benefits under this health benefit plan as long as Blue Cross NC has received confirmation from the federal government that they meet the eligibility requirements established by the MARKETPLACE to be eligible for this health benefit plan. Provided below, as a convenience, is a list of eligibility requirements. This is not meant to be an exhaustive or binding list and may be subject to change by the federal government. For a full descriptive list of eligibility requirements see www.healthcare.gov.

- They are residents of North Carolina.
- They live, work, or reside in the Blue Home with Novant Health SERVICE AREA.
- They are not covered by Medicare as of the EFFECTIVE DATE of this health benefit plan.
- They are under the age of 21 as of the EFFECTIVE DATE, if they are enrolled in a child only plan.
- When applicable, they are eligible to receive a catastrophic plan.
- When applicable, they are eligible to receive cost sharing reductions.
- When applicable, they are eligible to receive relevant special privileges as an AMERICAN INDIAN or ALASKA NATIVE.

Please note, Blue Cross NC does not have any responsibility confirming or denying eligibility. Eligibility determinations are made solely by the MARKETPLACE.

Following receipt and approval of your application, coverage for you and your DEPENDENTS begins on the EFFECTIVE DATE of this health benefit plan. The BENEFIT PERIOD of this health

WHEN COVERAGE BEGINS AND ENDS *(cont.)*

benefit plan is January 1, 2022 through December 31, 2022, unless another EFFECTIVE DATE is listed on your Original Application of Record on www.BlueConnectNC.com. If you add one of the DEPENDENTS listed below after initial enrollment, and you do not select an EFFECTIVE DATE on the application, coverage for the DEPENDENTS will begin on the day their first premium is due, following receipt and approval of the Enrollment and Change application.

If Blue Cross NC accepts your DEPENDENT, the DEPENDENT will be an enrolled MEMBER. For DEPENDENTS to be covered under this health benefit plan, you must be covered and your DEPENDENT must be one of the following:

- Your spouse, under an existing marriage that is legally recognized under any state law
- If you purchased a MARKETPLACE plan, your domestic partner, so long as you and your domestic partner meet the eligibility requirements determined by the MARKETPLACE
- If you did not purchase a MARKETPLACE plan, your domestic partner, so long as you and your domestic partner meet the following requirements:
 1. That you and your domestic partner are both mentally competent
 2. That you and your domestic partner are both at least the age of consent for marriage in the state of North Carolina
 3. That you and your domestic partner are not related by blood to a degree of closeness that would prohibit legal marriage in North Carolina
 4. That you and your domestic partner are not married to anyone else
 5. That you and your domestic partner are mutually responsible for the cost of basic living expenses as evidenced by joint home ownership, common investments, or some other similar evidence of financial interdependence
 6. That you and your domestic partner live together and intend to do so permanently
 7. That you do not currently have a domestic partner covered under this health benefit plan
 8. That you have not had a domestic partner covered under this health benefit plan at any time within the past 12 months before adding this domestic partner unless the previous domestic partnership was terminated by death.
- Your or your spouse's or your domestic partner's DEPENDENT CHILDREN, through the end of the month (if you did not purchase a MARKETPLACE plan), or BENEFIT PERIOD (if you purchased a MARKETPLACE plan) of their 26th birthday, including newborn children from date of birth, stepchildren, adoptive children from the date of placement for adoption, FOSTER CHILDREN from the date of placement in the foster home, and children placed by court or administrative order.
- A DEPENDENT CHILD, who in accordance with North Carolina law, is and continues to be either intellectually or physically disabled and incapable of self-support, may continue to be covered under this health benefit plan regardless of age if the condition exists and coverage is in effect when the child reaches the end of eligibility for DEPENDENT CHILDREN. The disability must be medically certified by the child's DOCTOR and may be verified annually by Blue Cross NC.

WHEN COVERAGE BEGINS AND ENDS *(cont.)*

Only enrolled MEMBERS can receive the benefits described in this benefit booklet. The right to receive benefits is not transferable.

Enrolling in this Health Benefit Plan

Open Enrollment Period

The Open Enrollment Period is November 1, 2021 to January 15, 2022. During these dates you may apply for coverage or change your existing coverage.

Special Enrollment Periods

Special enrollment periods (SEP) consist of a 60-day period following specified qualifying life events (QLEs), unless noted below, during which you and/or your DEPENDENTS may enroll in this health benefit plan or change from one health benefit plan to another – outside of Open Enrollment. The EFFECTIVE DATE of coverage will depend on the QLE and when your application is received.

A QLE for one individual within a family qualifies as an event for the MEMBER and all family MEMBERS, regardless of current enrollment. Provided below, as a convenience, is a list of QLEs and the enrollment period. This is not meant to be an exhaustive or binding list and may be subject to change by the federal government or by Blue Cross NC. For a full descriptive list of QLEs and their EFFECTIVE DATES see www.healthcare.gov for MARKETPLACE plans or www.BlueCrossNC.com for non-MARKETPLACE plans.

| Category | Qualifying Life Events (QLEs) | Enrollment Period |
|------------------------------------|---|--------------------------------------|
| Loss of Qualifying Health Coverage | If you or anyone in your household lost MINIMUM ESSENTIAL COVERAGE (MEC) (including loss of coverage through your job, Medicaid or CHIP coverage (including pregnancy-related and medically needy coverage), Medicare or military coverage, individual or group health plans coverage that ends during the year, or coverage under your parent’s health plan). | 60 Days prior to or after losing MEC |
| Change in Household | If you or anyone in your household got married (you qualify if you or your spouse have had MINIMUM ESSENTIAL COVERAGE for at least one day in the 60 days prior to your date of marriage or are moving to the U.S. from abroad or a U.S. territory), divorced, a death caused a loss of coverage, had a baby (through birth, adoption, placement for adoption, or placement as a FOSTER | 60 Days |

WHEN COVERAGE BEGINS AND ENDS *(cont.)*

| Category | Qualifying Life Events (QLEs) | Enrollment Period |
|--|--|-------------------|
| | CHILD or placement as a DEPENDENT via a court or administrative order). The default EFFECTIVE DATE is the date of birth, adoption, placement as a FOSTER CHILD, or placement as a DEPENDENT via court or administrative order. | |
| Change in Permanent Place of Living | If you or anyone in your household have a change in your primary place of living and gain access to new health plans as a result. You qualify if you have had MINIMUM ESSENTIAL COVERAGE for at least one day in the 60 days prior to your move or are moving to the U.S. from abroad or a U.S. territory. This includes: (1) moving to a new home in a new county; (2) moving to the U.S. from a foreign country or a U.S. territory; (3) a seasonal worker moving to or from the place he or she lives and works or; (4) moving to or from a shelter or other transitional housing or recently released from incarceration. | 60 Days |
| Change in Eligibility for Coverage or Help Paying for Coverage | <p>If you or anyone in your household are enrolled in coverage and report a change that makes you (1) newly eligible for help paying for coverage, (2) newly ineligible for help paying for coverage, or (3) eligible for a different amount of help paying for out-of-pocket costs, such as copays.</p> <p>If you or someone in your household become newly eligible for help paying for coverage because your household income increased or you moved to a different state and you were previously both of these:</p> <ul style="list-style-type: none"> (1) Ineligible for Medicaid coverage because you lived in a state that hasn't expanded Medicaid. (2) Ineligible for help paying for coverage because your household income was below 100% of the Federal Poverty Level (FPL). | 60 Days |

WHEN COVERAGE BEGINS AND ENDS *(cont.)*

| Category | Qualifying Life Events (QLEs) | Enrollment Period |
|--------------------------|--|-------------------|
| Enrollment or Plan Error | If you or anyone in your household weren't enrolled in a plan or were enrolled in the wrong plan because of misinformation, misrepresentation, misconduct or inaction of someone working in an official capacity to help you enroll, a technical error or other MARKETPLACE-related enrollment delay, or can prove your plan violated a material provision of its contract. | 60 Days |
| Other Situations | You may qualify if you or anyone in your household (1) applied for Medicaid or Children's Health Insurance Program (CHIP) coverage during the Open Enrollment Period, or after a QLE, and your state Medicaid or CHIP agency determined you (or anyone in your household) weren't eligible; (2) are a victim of domestic abuse or spousal abandonment and want to enroll yourself and any DEPENDENTS in a health plan separate from your abuser or abandoner; (3) are under 100% of the Federal Poverty Level (FPL), submitted documents to prove that you have an eligible immigration status, and didn't enroll in coverage while you waited for your documents to be reviewed; (4) if you purchased a MARKETPLACE plan and became a U.S. Citizen; (5) if you purchased a MARKETPLACE plan and are a recognized AMERICAN INDIAN/ALASKA NATIVE; or (6) can show you had an exceptional circumstance that kept you from enrolling in coverage (like a victim of a natural disaster). | 60 Days |

If you purchased a MARKETPLACE plan, your eligibility, enrollment and EFFECTIVE DATE determinations for this health benefit plan will be handled through the MARKETPLACE. Blue Cross NC will be coordinating its enrollment activities with the MARKETPLACE so that you and your DEPENDENTS, if applicable, are enrolled within the timelines and processes established by the MARKETPLACE.

This health benefit plan does not have any WAITING PERIODS for pre-existing conditions (a condition, disease, illness or injury for which medical advice, diagnosis, care or treatment

WHEN COVERAGE BEGINS AND ENDS *(cont.)*

was received or recommended within the 12-month period prior to your EFFECTIVE DATE), unless otherwise specified in "COVERED SERVICES."

Reporting Changes

Have you moved, added or changed other health coverage, changed your name or phone number? If you did not purchase a MARKETPLACE plan, visit our website at www.BlueCrossNC.com to update your information or call Blue Cross NC Customer Service at the number listed in "Who to Contact?" It will help us give you better service if Blue Cross NC is kept informed of these changes. If you purchased a MARKETPLACE plan, you are required to report any changes that may impact your continued enrollment in this health benefit plan to the MARKETPLACE. The MARKETPLACE is responsible for determining your eligibility and for processing your enrollment in the MARKETPLACE. Visit www.healthcare.gov for more information. In addition to notifying the MARKETPLACE, you will receive better service if Blue Cross NC is also kept informed of these changes. Please visit our website at www.BlueCrossNC.com to update your information or call Blue Cross NC Customer Service at the number listed in "Who to Contact?"

Please note that if you move outside of the Blue Home with Novant Health SERVICE AREA, it may impact your eligibility for this product.

Renewing or Changing Your Coverage

If you continue to pay your premiums and meet the eligibility requirements, your coverage will continue, except as stated in the section "Termination of MEMBER Coverage." Blue Cross NC may modify your coverage as permitted by state or federal law.

You may only make changes to this health benefit plan during the open enrollment period or during a special enrollment period.

Multiple Coverage

If you are enrolled in another health benefit plan that offers medical coverage for any of the benefits under this health benefit plan, Blue Cross NC may reduce benefits under this health benefit plan to avoid paying benefits between the two plans that are greater than the cost of the health care service. If you are enrolled in a dental insurance plan that includes pediatric dental coverage, then this health benefit plan will be considered your primary plan and your dental insurance plan will be considered your secondary plan.

If you or your DEPENDENTS become eligible for Medicare, you should apply for and enroll in Medicare Part A and Part B, and use PROVIDERS who accept Medicare in order to ensure that you receive full benefit coverage. Blue Cross NC will assume you have enrolled in Medicare and use PROVIDERS who accept Medicare once eligible for benefits thereunder. If you or your DEPENDENTS are covered under this health benefit plan and are eligible for Medicare, Blue Cross NC may take into account the benefits that you or your DEPENDENT are eligible for under Medicare, regardless of whether you have actually enrolled for such coverage. In other words, even if you have not enrolled in Medicare, Blue Cross NC may reduce your

WHEN COVERAGE BEGINS AND ENDS *(cont.)*

claim by the benefits that you are eligible for under Medicare, and then pay the remaining claim amount under the terms of this health benefit plan and in accordance with the Medicare Secondary Payer rules. As a result, your out-of-pocket costs may be higher if you do not enroll in Medicare. If you have both individual coverage and Medicare at the same time, your individual coverage will be terminated if you make benefit changes to your individual plan. See the "Termination of Member Coverage" section for more information.

Termination of MEMBER Coverage

A MEMBER'S termination shall be effective at 11:59 p.m. on the date that eligibility ends.

If you did not purchase a MARKETPLACE plan and wish to end your coverage, the SUBSCRIBER may call or write to Blue Cross NC Customer Service and request termination. Your coverage will be terminated as of one of the following: (1) your current paid through date, (2) the date the termination request was received by Blue Cross NC, or (3) any future date between the date of the termination request and the current paid through date.

Coverage may be terminated by Blue Cross NC for any of the following reasons:

- Failure to pay premiums on time. See "Premium Payments."
- A MEMBER no longer lives, works, or resides in North Carolina or the Blue Home with Novant Health SERVICE AREA. To be considered a resident of North Carolina and the Blue Home with Novant Health SERVICE AREA, the MEMBER must reside in North Carolina at least six months or more out of the year and the MEMBER must have a North Carolina and Blue Home with Novant Health SERVICE AREA permanent address.
- Blue Cross NC stops selling health coverage to individuals, provided 180 days' prior written notice is given.
- Blue Cross NC stops selling this health coverage to individuals, provided that 90 days' written notice is given prior to termination. You will be given the option to enroll in another individual health plan that Blue Cross NC offers.

If you have an individual commercial plan and become Medicare entitled (meaning you have Medicare Part A) you may keep your individual commercial plan so long as no benefit changes are made (such as electing different products or different plans within a product).

- When Blue Cross NC becomes aware that you or your DEPENDENT(s) have a Medicare plan and either you or Blue Cross NC make a change to your policy, Blue Cross NC may discontinue your individual commercial plan.
- If you enroll in a new plan, and Blue Cross NC becomes aware that you or your DEPENDENT(S) have a Medicare plan, we may cancel your individual commercial plan.

Coverage for DEPENDENTS will terminate under this health benefit plan when they are no longer eligible:

- If you and your spouse divorce, your spouse is no longer eligible under your policy. This will not affect children's coverage. Spouses are eligible for their own policy; however, a spouse's request for coverage along with completion of necessary

WHEN COVERAGE BEGINS AND ENDS *(cont.)*

paperwork must be received within 30 days of the date of the divorce to be considered for continuous coverage.

- If your domestic partnership dissolves, your domestic partner is no longer eligible under your policy. This will not affect children's coverage. Domestic partners are eligible for their own policy; however, a domestic partner's request for coverage along with completion of necessary paperwork must be received within 30 days of the dissolution of the domestic partnership to be considered for continuous coverage.
- If the SUBSCRIBER dies, DEPENDENTS are no longer eligible to continue their health coverage under this health benefit plan. However, once notification of the SUBSCRIBER'S death is received, DEPENDENTS will be enrolled on a separate health insurance policy.
- If a DEPENDENT CHILD, who is not intellectually or physically disabled and incapable of self-support, per North Carolina law, reaches age 26.

Termination for Cause

A MEMBER'S coverage (if they did not purchase a MARKETPLACE plan) may be terminated upon 31 days prior written notice for the following reasons:

- The MEMBER fails to pay or to have paid on his or her behalf or to make arrangements to pay any applicable copayments, deductible or coinsurance for services covered under the health benefit plan
- No IN-NETWORK PROVIDER is able to establish or maintain a satisfactory DOCTOR-patient relationship with a MEMBER, as determined by Blue Cross NC
- A MEMBER exhibits disruptive, abusive or fraudulent behavior toward an IN-NETWORK PROVIDER.

As an alternative to termination as stated above, Blue Cross NC, in its sole discretion, may limit or revoke a MEMBER'S access to certain IN-NETWORK PROVIDERS.

A MEMBER'S coverage (if they did not purchase a MARKETPLACE plan) may be terminated immediately by Blue Cross NC for the following reasons:

- Fraud or intentional misrepresentation of a material fact by the SUBSCRIBER or MEMBER
- A MEMBER has been convicted of (or a restraining order has been issued for) communicating threats of harm to Blue Cross NC personnel or property
- A MEMBER permits the use of his or her or any other MEMBER'S ID CARD by any other person not enrolled under this health benefit plan, or uses another person's ID CARD.

If you purchased a MARKETPLACE plan, a MEMBER may request termination from this health benefit plan at any time as long as the appropriate notice is given. You may contact the MARKETPLACE and request termination. Visit www.healthcare.gov for more information about termination events and notice requirements.

The MARKETPLACE may initiate termination of a MEMBER'S coverage in this health benefit plan and must allow Blue Cross NC to terminate such coverage for the reasons stated

WHEN COVERAGE BEGINS AND ENDS *(cont.)*

below. A MEMBER'S termination shall be effective the date of the event unless otherwise noted.

- The MEMBER is no longer eligible for coverage in this health benefit plan through the MARKETPLACE (termination is effective the last day of the month following the month you provide notice to the MARKETPLACE; however, you can request an earlier date. Example: You provide notice on March 15th, your termination date is April 30th);
- The MEMBER changes from one health benefit plan to another during the open or special enrollment period (termination is effective the day before the start of the new coverage);
- This health benefit plan ends or is no longer allowed to be offered as a health insurance plan in the MARKETPLACE. If this health benefit plan is no longer allowed to be offered in the MARKETPLACE, Blue Cross NC may not terminate coverage until the MARKETPLACE has notified you and any enrolled DEPENDENTS, and you have had a chance to enroll in another health insurance plan;
- The MEMBER'S coverage is rescinded due to fraud or intentional misrepresentation of a material fact. However, if such termination is made retroactively, including back to the EFFECTIVE DATE of your policy (called a rescission), you will be given 30 days advance written notice of this rescission and may submit an appeal; see "Need to Appeal our Decision?" If your policy is rescinded, any premiums paid will be returned unless Blue Cross NC deducts the amount for any claims paid.
- The SUBSCRIBER fails to pay premiums on time. See "Premium Payments."

Certificate of CREDITABLE COVERAGE

Blue Cross NC will supply a Certificate of CREDITABLE COVERAGE when your or your DEPENDENT'S coverage under the health benefit plan ends. Keep the Certificate of CREDITABLE COVERAGE in a safe place. You may request a Certificate of CREDITABLE COVERAGE from Blue Cross NC Customer Service while you are still covered under this health benefit plan and up to 24 months following your termination. You may call Blue Cross NC Customer Service at 1-888-206-4697 (toll-free) or visit our website at www.BlueCrossNC.com.

UTILIZATION MANAGEMENT

This section provides information on how certain services are reviewed to determine if they are MEDICALLY NECESSARY.

Table of Contents:

- Rights and Responsibilities
- PRIOR REVIEW
- Concurrent Review
- Retrospective Review
- Care Management
- Continuity of Care
- Delegated UTILIZATION MANAGEMENT

Key Words:

- ADVERSE BENEFIT DETERMINATION
- MEDICALLY NECESSARY
- CERTIFICATION
- PRIOR REVIEW

To make sure you can have high quality, cost-effective health care, Blue Cross NC has a UTILIZATION MANAGEMENT (UM) program. The UM program requires certain health care services to be reviewed and approved by Blue Cross NC in order to receive benefits. As part of this process, Blue Cross NC looks at whether health care services are MEDICALLY NECESSARY, given in the proper setting and for a reasonable length of time. Blue Cross NC will honor a CERTIFICATION to cover medical services or supplies under this health benefit plan unless the CERTIFICATION was based on:

- A material misrepresentation about your health condition
- You were not eligible for these services under this health benefit plan due to cancellation of coverage (including your voluntary termination of coverage)
- Nonpayment of premiums.

Rights and Responsibilities Under the UM Program

Your MEMBER Rights

Under the UM program, you have the right to:

- A UM decision that is timely, meeting applicable state and federal time frames
- The reasons for Blue Cross NC's ADVERSE BENEFIT DETERMINATION of a requested treatment or health care service, along with an explanation of the UM criteria and treatment protocol used to reach the decision
- Have a medical director (DOCTOR licensed in North Carolina) from Blue Cross NC make a final decision of all NONCERTIFICATIONS
- Request a review of an ADVERSE BENEFIT DETERMINATION through our appeals process (see "Need to Appeal Our Decision?")
- Have an authorized representative seek payment of a claim or make an appeal on your behalf.

UTILIZATION MANAGEMENT *(cont.)*

An authorized representative may act on the MEMBER'S behalf with the MEMBER'S written consent. In the event you name an authorized representative, "you" under the "UTILIZATION MANAGEMENT" section means "you or your authorized representative." Your representative will also receive all notices and benefit determinations.

Blue Cross NC's Responsibilities

As part of all UM decisions, Blue Cross NC will:

- Give you and your PROVIDER a toll-free phone number to call UM review staff when CERTIFICATION of a health care service is needed.
- Limit what we ask from you or your PROVIDER to information that is needed to review the service in question
- Ask for all information needed to make the UM decision, including related clinical information
- Provide you and your PROVIDER timely notification of the UM decision consistent with applicable state and federal law and this health benefit plan.

In the event that Blue Cross NC does not receive all the needed information to approve coverage for a health care service within set time frames, Blue Cross NC will let you know of an ADVERSE BENEFIT DETERMINATION in writing. The notice will explain how you may appeal the ADVERSE BENEFIT DETERMINATION.

PRIOR REVIEW (Pre-Service)

Certain services require PRIOR REVIEW as noted in "COVERED SERVICES." These types of reviews are called pre-service reviews. If neither you nor your PROVIDER requests PRIOR REVIEW and receives CERTIFICATION, this may result in an ADVERSE BENEFIT DETERMINATION. The list of services that need PRIOR REVIEW may change from time to time.

General categories of services with this requirement are noted in "COVERED SERVICES." The list of services that require PRIOR REVIEW may change from time to time. For a detailed list of these services and the most up-to-date information, visit Blue Cross NC's website at www.BlueCrossNC.com or call Blue Cross NC Customer Service at the number listed in "Who to Contact?"

IN-NETWORK PROVIDERS in North Carolina will request PRIOR REVIEW when necessary. If you go to any other PROVIDER outside of North Carolina or the U.S. or to an OUT-OF-NETWORK PROVIDER in North Carolina, you are responsible for ensuring that you or your PROVIDER requests PRIOR REVIEW by Blue Cross NC. Approval of a pre-service review for services to be provided by an OUT-OF-NETWORK PROVIDER does not guarantee payment of the OUT-OF-NETWORK PROVIDER billed charges. Blue Cross NC pays the ALLOWED AMOUNT for COVERED SERVICES rendered by an OUT-OF-NETWORK PROVIDER.

UTILIZATION MANAGEMENT *(cont.)*

If you fail to follow the procedures for filing a request, Blue Cross NC will let you know of the failure and the proper steps to be followed in filing your request within five days of receiving the request.

Blue Cross NC will make a decision on your request for CERTIFICATION within a reasonable amount of time taking into account the medical circumstances. The decision will be made and communicated to you and your PROVIDER within three business days after Blue Cross NC receives all necessary information. However, it will be no later than 15 calendar days from the date Blue Cross NC received the request. Blue Cross NC may extend this period one time for up to 15 days if additional information is required. Blue Cross NC will let you and your PROVIDER know before the end of the initial 15-day period of the information needed and the date by which Blue Cross NC expects to make a decision. You will have 45 days to provide the requested information. As soon as Blue Cross NC receives all the requested information, or at the end of the 45 days, whichever is earlier, Blue Cross NC will make a decision within three business days. Blue Cross NC will let you and the PROVIDER know of an ADVERSE BENEFIT DETERMINATION electronically or in writing.

Urgent PRIOR REVIEW

You have a right to an urgent review when the regular time frames for a decision: (i) could seriously jeopardize your life, health, or safety or the life, health or safety of others, due to your psychological state, or (ii) in the opinion of a practitioner with knowledge of your medical or behavioral condition, would subject you to adverse health consequences without the care or treatment that is the subject of the request. Blue Cross NC will let you and your PROVIDER know of its decision as soon as possible, taking into account the medical circumstances. Blue Cross NC will notify you and your PROVIDER of its decision within 72 hours after receiving the request. Your PROVIDER will be notified of the decision, and if the decision results in an ADVERSE BENEFIT DETERMINATION, written notification will be given to you and your PROVIDER.

If Blue Cross NC needs more information to process your urgent review, Blue Cross NC will let you and your PROVIDER know of the information needed as soon as possible but no later than 24 hours after we receive your request. You will then be given a reasonable amount of time, but not less than 48 hours, to provide the requested information. Blue Cross NC will make a decision on your request within a reasonable time but no later than 48 hours after receipt of requested information or within 48 hours after the time period given to the PROVIDER to submit necessary clinical information, whichever comes first.

An urgent review may be requested by calling Blue Cross NC Customer Service at the number given in "Who to Contact?"

Concurrent Reviews

Blue Cross NC will also review health care services at the time you receive them. These types of reviews are concurrent reviews.

UTILIZATION MANAGEMENT *(cont.)*

If a request for an extension of treatment is non-urgent, a decision will be made and communicated to the requesting PROVIDER within 3 business days after receipt of all necessary clinical information, but no later than 15 calendar days after we receive the request. In the event of an ADVERSE BENEFIT DETERMINATION, Blue Cross NC will let you, your HOSPITAL'S or other facility's UM department and/or your PROVIDER know within three business days after receipt of all necessary clinical information, but no later than 15 calendar days after Blue Cross NC receives the request. Written confirmation of the decision will also be sent to your home by U.S. mail. For concurrent reviews, Blue Cross NC will remain responsible for COVERED SERVICES you are receiving until you or your representatives have been notified of the ADVERSE BENEFIT DETERMINATION.

Urgent Concurrent Review

If a request for an extension of treatment is urgent, and the request is received at least 24 hours before the expiration of a previously approved inpatient stay or course of treatment at the requesting HOSPITAL or other facility, a decision will be made and given to the requesting HOSPITAL or other facility as soon as possible. However, the decision will be no later than 24 hours after we receive the request.

If a request for extension of treatment is urgent, and the request is not received at least 24 hours before the expiration of a previously approved inpatient stay or course of treatment at the requesting HOSPITAL or other facility, a decision will be made and communicated as soon as possible, but no later than 72 hours after we receive the request. If Blue Cross NC needs more information to process your urgent concurrent review, Blue Cross NC will let the requesting HOSPITAL or other facility know of the information needed as soon as possible but no later than 24 hours after we receive the request. The requesting HOSPITAL or other facility will then be given a reasonable amount of time, but not less than 24 hours, to provide the requested information. Blue Cross NC will make a decision within 72 hours after receipt of the request.

Retrospective Reviews (Post-Service)

Blue Cross NC also reviews the coverage of health care services after you receive them (retrospective/post-service reviews). Retrospective review may include a review to see if services received in an EMERGENCY setting qualify as an EMERGENCY. All decisions will be based on MEDICAL NECESSITY and whether the service received was a benefit under this health benefit plan.

Blue Cross NC will make all retrospective review decisions and let you and your PROVIDER know of its decision within a reasonable time but no later than 30 calendar days from the date Blue Cross NC received the request for coverage. If more information is needed, before the end of the initial 30-day period, Blue Cross NC will let you know of the information needed. You will then have 90 days to provide the requested information. As soon as Blue Cross NC gets the requested information, or at the end of the 90 days, whichever is earlier, Blue Cross NC will make a decision within 15 calendar days. Regardless if additional

UTILIZATION MANAGEMENT *(cont.)*

information is needed, in the event of a NONCERTIFICATION, Blue Cross NC will let you and your PROVIDER know in writing within five business days after making the NONCERTIFICATION.

Services that were approved in advance by Blue Cross NC will not be subject to denial for MEDICAL NECESSITY once the claim is received, unless the CERTIFICATION was based on a material misrepresentation about your health condition or you were not eligible for these services under this health benefit plan due to termination of coverage or nonpayment of premiums. All other services may be subject to retrospective review and could be denied for MEDICAL NECESSITY or for a benefit limitation or exclusion.

Care Management

MEMBERS with complicated and/or chronic medical needs may be eligible for care management services. Care management (case management as well as disease management) encourages MEMBERS with complicated or chronic medical needs, their PROVIDERS, and Blue Cross NC to work together to meet the individual's health needs and promote quality outcomes. To accomplish this, MEMBERS enrolled in or eligible for care management programs may be contacted by Blue Cross NC or by a representative of Blue Cross NC. Blue Cross NC is not obligated to give the same benefits or services to a MEMBER at a later date or to any other MEMBER. Information about these services can be found by calling Blue Cross NC Customer Service. You may also want to talk to your PCP or SPECIALIST.

Continuity of Care

Continuity of care is a process that allows you to continue receiving care from an OUT-OF-NETWORK PROVIDER for an ongoing special condition at the IN-NETWORK benefit level when your PROVIDER is no longer in the Blue Home with Novant Health network. If your PCP or SPECIALIST leaves our PROVIDER network and they are currently treating you for an ongoing special condition that meets our continuity of care criteria, Blue Cross NC will notify you in writing 30 days before the PROVIDER'S termination, as long as Blue Cross NC receives timely notification from the PROVIDER. To be eligible for continuity of care, you must be actively being seen by an OUT-OF-NETWORK PROVIDER for an ongoing special condition and the PROVIDER must agree to abide by Blue Cross NC's requirements for continuity of care. An ongoing special condition means:

- an acute illness, a condition that is serious enough to require MEDICAL CARE or treatment to avoid a reasonable possibility of death or permanent harm;
- a chronic illness or condition, a disease or condition that is life-threatening, degenerative, or disabling, and requires medical care or treatment over a prolonged period of time;
- pregnancy, during the second and third trimesters;
- a terminal illness, an individual has a medical prognosis that the MEMBER'S life expectancy is six months or less.

UTILIZATION MANAGEMENT *(cont.)*

The allowed transitional period shall extend up to 90 days, as decided by the PROVIDER, except in the cases of:

- scheduled SURGERY, organ transplantation, or inpatient care which shall extend through the date of discharge and post-discharge follow-up care or other inpatient care occurring within 90 days of the date of discharge; and
- terminal illness which shall extend through the remainder of the individual's life for care directly related to the treatment of the terminal illness; and
- second trimester pregnancy which shall extend through the provision of 60 days of postpartum care.

Continuity of care requests must be submitted to Blue Cross NC within 45 days of the PROVIDER termination date. Continuity of care requests will be reviewed by a medical professional based on the information given about specific medical conditions. If your continuity of care request is denied, you may request a review through our appeals process (see "Need to Appeal Our Decision?"). Claims for approved continuity of care services will be subject to your IN-NETWORK benefit. In these situations, benefits are based on the billed amount. However, you may be responsible for charges billed separately by the PROVIDER which are not eligible for additional reimbursement. Continuity of care will not be given when the PROVIDER'S contract was terminated for reasons relating to quality of care or fraud. Such a decision may not be reviewed on appeal.

Please call Blue Cross NC Customer Service at the number listed in "Who to Contact?" for more information.

Delegated UTILIZATION MANAGEMENT

Blue Cross NC delegates certain UM services for particular benefits to other companies not associated with Blue Cross NC. Please see www.BlueCrossNC.com/bdc for a detailed list of these companies and benefits. While some benefits have been identified under "COVERED SERVICES," the list of benefits and/or companies may change from time to time; for the most up-to-date information visit www.BlueCrossNC.com and search for "PRIOR REVIEW" for additional information, including those services subject to PRIOR REVIEW and CERTIFICATION.

NEED TO APPEAL OUR DECISION?

This section tells you more about how the appeals process works and what steps you need to take to file an appeal.

Table of Contents:

- Steps to Follow
- Internal Appeals
- External Review

Key Words:

- ADVERSE BENEFIT DETERMINATION
- GRIEVANCE
- MEDICALLY NECESSARY

In addition to the UTILIZATION MANAGEMENT (UM) program, Blue Cross NC offers a voluntary appeals process for our MEMBERS. An appeal is another review of your case. If you want to appeal an ADVERSE BENEFIT DETERMINATION or have a GRIEVANCE, you can request that Blue Cross NC review the decision or GRIEVANCE.

The process may be requested by the MEMBER or an authorized representative acting on the MEMBER'S behalf with the MEMBER'S written consent. In the event you name an authorized representative, "you" under this section means "you or your authorized representative." Your representative will also receive all notices and benefit determinations from the appeal. You may also ask for, at no charge, reasonable access to, and copies of, all documents, records and other information relevant to your claim for benefits. Additionally, you will be provided with, at no charge, any new or additional evidence that is relied upon or generated by the health benefit plan or Blue Cross NC in connection with the claim being appealed. References to Blue Cross NC throughout this section refer to Blue Cross NC or the designee.

Steps to Follow in the Appeals Process

For each step in this process, there are set time frames for filing an appeal and for letting you or your PROVIDER know of the decision. The type of ADVERSE BENEFIT DETERMINATION or GRIEVANCE will determine the steps that you will need to follow in the appeals process. For appeals (including GRIEVANCES) about an ADVERSE BENEFIT DETERMINATION, the review must be requested in writing, within 180 days of an ADVERSE BENEFIT DETERMINATION or by the date listed on your Explanation of Benefits.

Any request for review should include:

- SUBSCRIBER'S ID number
- SUBSCRIBER'S name
- Patient's name
- The nature of the appeal
- Any other information that may be helpful for the review.

To request a form to submit a request for review, visit our website at www.BlueCrossNC.com or call Blue Cross NC Customer Service at the number listed in "Who to Contact?"

NEED TO APPEAL OUR DECISION? *(cont.)*

All information related to a request for a review through Blue Cross NC's appeals process should be sent to:

Blue Cross and Blue Shield of North Carolina
Member Appeals
PO Box 30055
Durham, NC 27702-3055

MEMBERS may also receive help with ADVERSE BENEFIT DETERMINATIONS and GRIEVANCES from Health Insurance Smart NC. To reach this Program, contact:

North Carolina Department of Insurance
Health Insurance Smart NC
1201 Mail Service Center
Raleigh, NC 27699-1201
Toll free: (855)-408-1212

You may also receive help from the Employee Benefits Security Administration at 1-866-444-3272.

After a request for review, a staff member who works in a separate department from the staff members who denied your first request will look at your appeal. The appeals staff members have not reviewed your case or information before. The denial of the initial claim will not have an effect on the review. If a claims denial is based on medical judgment, including determinations about a particular treatment, drug or other item is EXPERIMENTAL, INVESTIGATIONAL, or not MEDICALLY NECESSARY or appropriate, Blue Cross NC shall seek advice from a health care professional with an appropriate level of training and expertise in the field of medicine involved (as determined by Blue Cross NC). The health care professionals have not reviewed your case or information before.

You will have exhausted Blue Cross NC's internal appeals process after pursuing a first level appeal. Unless specifically noted below, upon completion of the first level appeal you may (1) pursue a second level appeal (for certain GRIEVANCES); or (2) pursue an external review (for NONCERTIFICATIONS); or (3) pursue a civil action. You will be deemed to have exhausted Blue Cross NC's internal appeals process at any time it is determined that Blue Cross NC failed to strictly adhere to all claim determinations and appeal requirements under federal law (other than minor errors that are not likely to cause prejudice or harm to you and were for good cause or a situation beyond Blue Cross NC's control). In the event you are deemed to have exhausted Blue Cross NC's internal appeals process and, unless specifically noted below, you may pursue items (2) or (3) described above.

Timeline for Appeals

For appeals about an ADVERSE BENEFIT DETERMINATION, the review must be requested in writing, within 180 days of an ADVERSE BENEFIT DETERMINATION or by the date listed on your Explanation of Benefits.

NEED TO APPEAL OUR DECISION? *(cont.)*

| | First Level Appeal | Second Level Appeal | Expedited Appeal |
|----------------------------|---|--|---|
| Blue Cross NC Contacts You | Within 3 business days after receipt of request | Within 10 business days after receipt of request | N/A |
| Notice of Decision | 30 days after receipt of request | 7 days after the appeal meeting | 72 hours after receipt of request – Oral 4 days after receipt of request – Written |

Internal Appeals

First Level Appeal

If you are dissatisfied with an ADVERSE BENEFIT DETERMINATION or if you have a GRIEVANCE, you have the right to appeal (first level appeal). Within three business days after Blue Cross NC receives your appeal, Blue Cross NC will provide you with the name, address and phone number of the appeals coordinator and instructions on how to submit written materials.

During the internal appeals process you may:

- request and receive from us all information that applies to your appeal
- provide and/or present written evidence and testimony
- receive, in advance, any new information that Blue Cross NC may use in making a decision or any new or additional rationale so that you have an opportunity to respond prior to the notice of the final ADVERSE BENEFIT DETERMINATION
- receive instructions on how to request an independent external review through NCDOL upon completion of this review if not satisfied with the decision (available for NONCERTIFICATIONS only).

Blue Cross NC asks that you send all of the written material you feel is necessary to make a decision. Blue Cross NC will use the material provided in the request for review, along with other available information, to reach a decision. If your appeal is due to a NONCERTIFICATION, your appeal will be reviewed by a North Carolina licensed medical DOCTOR who was not involved in the initial NONCERTIFICATION decision. Blue Cross NC will consult with a North Carolina professional who has appropriate training and experience in the field of medicine involved. For all ADVERSE BENEFIT DETERMINATIONS and GRIEVANCES, Blue Cross NC will send you and your PROVIDER notification of the decision in clear written terms within a reasonable time but no later than 30 days from the date Blue Cross NC received the appeal.

NEED TO APPEAL OUR DECISION? *(cont.)*

Quality of Care Complaints

For quality of care complaints, an acknowledgement will be sent by Blue Cross NC within ten business days. We will refer the complaint to our quality assurance committee for review and consideration or any appropriate action against the PROVIDER. State law does not allow for a second-level GRIEVANCE review for GRIEVANCES concerning quality of care.

Expedited Appeals (Available only for NONCERTIFICATIONS)

You have the right to a more rapid or expedited review of a NONCERTIFICATION if a delay: (i) would reasonably appear to seriously jeopardize your or your DEPENDENT'S life, health or ability to regain maximum function; or (ii) in the opinion of your PROVIDER, would subject you or your DEPENDENT to severe pain that cannot be adequately managed without the requested care or treatment.

To start the process of an expedited appeal, you can call Blue Cross NC Customer Service at the phone number given in "Who to Contact?" An expedited review will take place in consultation with a medical DOCTOR. All of the same conditions for a standard appeal apply to an expedited review. Blue Cross NC will communicate the decision by phone to you and your PROVIDER as soon as possible, taking into account the medical circumstances. The decision will be communicated no later than 72 hours after receiving the request. A written decision will be communicated within four days after receiving the request for the expedited appeal. Information initially given by telephone must also be given in writing.

After requesting an expedited review, Blue Cross NC will remain responsible for covered health care services you are receiving until you have been notified of the review decision.

Second Level Review (Limited GRIEVANCES Only)

Second Level Review Timeline

| | |
|------------------------------|--|
| Blue Cross NC Notifies You | Within 10 business days after receipt of request |
| Second Level Appeal Meeting | Occurs within 45 days after receipt of request |
| Notice of the Appeal Meeting | 15 days before the appeal meeting |
| Notice of Decision | 7 days after the appeal meeting |

If you do not agree with the first level appeal described above, you have the right to a second level review for certain GRIEVANCES. Second level reviews are not allowed for benefits or services that are clearly excluded by this benefit booklet, quality of care complaints, or NONCERTIFICATIONS. Within ten business days after Blue Cross NC receives your request for a second level review, the following information will be given to you:

NEED TO APPEAL OUR DECISION? *(cont.)*

- Name, address and phone number of the second level review coordinator
- Availability of Health Insurance Smart NC including address and phone number
- A statement of your rights, including the right to:
 - request and receive from us all information that applies to your GRIEVANCE
 - take part in the second level review meeting
 - present your case to the review panel
 - submit supporting material before and during the review meeting
 - ask questions of any member of the review panel
 - be assisted or represented by a person of your choosing, including a family member, an employer representative or an attorney.

The second level review meeting will be conducted by a review panel arranged by Blue Cross NC. The panel will include external physicians and/or benefit experts. This will be held within 45 days after Blue Cross NC receives a second level review request. Blue Cross NC will give you notice of the meeting date and time at least 15 days before the meeting. The meeting will be held by teleconference. You have the right to a full review of your GRIEVANCE even if you do not take part in the meeting. A written decision will be issued to you within seven business days of the review meeting. This second level review is the last review available for GRIEVANCES.

External Review (Available only for NONCERTIFICATIONS)

Federal and state law allows for review of ADVERSE BENEFIT DETERMINATIONS by an external, independent review organization (IRO). The North Carolina Department of Insurance (NCDI) administers this service at no charge to you. NCDI will arrange for an IRO to review your case once the NCDI confirms that your request is complete and eligible for review.

Blue Cross NC will let you know of your right to request an external review each time you receive:

- an ADVERSE BENEFIT DETERMINATION, or
- an appeal decision upholding an ADVERSE BENEFIT DETERMINATION.

However, in order for your request to be eligible for an external review, the NCDI must determine the following:

- your request is about a MEDICAL NECESSITY determination that resulted in an ADVERSE BENEFIT DETERMINATION (e.g., NONCERTIFICATION);
- you had coverage with Blue Cross NC when the ADVERSE BENEFIT DETERMINATION was issued;
- the service for which the ADVERSE BENEFIT DETERMINATION was issued appears to be a COVERED SERVICE; and
- you have exhausted or have been deemed to have exhausted Blue Cross NC's internal appeals process as described below.

NEED TO APPEAL OUR DECISION? *(cont.)*

For a standard external review, you will be considered to have exhausted the internal appeals process if you have:

- completed Blue Cross NC's appeals process and received a written determination on the appeal from Blue Cross NC, or
- filed an appeal and except to the extent that you have requested or agreed to a delay, have not received Blue Cross NC's written decision on the appeal within 60 days of the date you can show that you submitted the request, or
- received written notification that Blue Cross NC has agreed to waive the requirement to exhaust the internal appeals process, or
- determined that Blue Cross NC failed to strictly adhere to all claim determinations and appeal requirements under federal law (as discussed above).

External reviews are performed on a standard or expedited basis. The basis depends on which is requested and on whether medical circumstances meet the criteria for expedited review.

Standard External Review

For all requests for a standard external review, you must file your request with the NCDOL within 120 days of receiving one of the notices listed above. You will not be eligible to request an external review until you have completed the internal appeals process as referenced above and have received a final ADVERSE BENEFIT DETERMINATION from Blue Cross NC.

Expedited External Review

An expedited external review may be available if the time required to complete either an expedited internal appeals review or a standard external review would be expected to seriously jeopardize your life or health or to jeopardize your ability to regain maximum function. If you meet this requirement, you may file a request to the NCDOL for an expedited external review, after you receive:

- an ADVERSE BENEFIT DETERMINATION from Blue Cross NC and have filed a request with Blue Cross NC for an expedited appeal; or
- an appeal decision upholding an ADVERSE BENEFIT DETERMINATION (also known as a final internal ADVERSE BENEFIT DETERMINATION).

Prior to your discharge from an INPATIENT facility, you may also request an expedited external review after receiving a final internal ADVERSE BENEFIT DETERMINATION of the admission, availability of care, continued stay or EMERGENCY health care services.

If your request is not accepted for expedited review, the NCDOL may:

- (1) accept the case for standard external review if you have completed the internal appeals process; or

NEED TO APPEAL OUR DECISION? *(cont.)*

- (2) require the completion of the internal appeals process and another request for an external review. An expedited external review is not available for retrospective (post-service) ADVERSE BENEFIT DETERMINATIONS.

When processing your request for an external review, the NCDOI will require you to provide them with a written, signed authorization for the release of any of your medical records that need to be reviewed for the external review.

For further information or to request an external review, contact the NCDOI at:

| | |
|--|--|
| (Mail) | (In person) |
| North Carolina Department of Insurance | North Carolina Department of Insurance |
| Health Insurance Smart NC | For the physical address for Health Insurance Smart NC, please visit the web-page: |
| 1201 Mail Service Center | https://www.ncdoi.gov/consumers/health-insurance/health-claim-denied |
| Raleigh, NC 27699-1201 | Tel (toll free): 1-855-408-1212, Monday-Friday, 8:00 a.m.-5:00p.m. EST |

(Web): **<https://www.ncdoi.gov/consumers/health-insurance/health-claim-denied/request-external-review>** for external review information and request form

The Health Insurance Smart NC Program provides consumer counseling on utilization review and appeals issues.

Within ten business days (or, for an expedited review, within two days) after receipt of your request for an external review, the NCDOI will let you and your PROVIDER know in writing whether your request is complete and whether it has been accepted. If the NCDOI notifies you that your request is incomplete, you must provide all requested information to the NCDOI within 150 days of the written notice from Blue Cross NC upholding an ADVERSE BENEFIT DETERMINATION, which initiated your request for an external review.

If the NCDOI accepts your request, the acceptance notice will include the following:

- (i) name and contact information for the IRO assigned to your case;
- (ii) a copy of the information about your case that Blue Cross NC has provided to the NCDOI; and
- (iii) a notification that you may submit additional written information and supporting documentation relevant to the initial ADVERSE BENEFIT DETERMINATION to the assigned IRO within seven days after the receipt of the notice.

It is presumed that you have received written notice two days after the notice was mailed. Within seven days of Blue Cross NC's receipt of the acceptance notice (or, for an expedited review, within the same business day), Blue Cross NC shall provide the IRO and you, by the same or similar quick means of communication, the documents and any information considered in making the ADVERSE BENEFIT DETERMINATION. If you choose to give any

NEED TO APPEAL OUR DECISION? *(cont.)*

additional information to the IRO, you must also give that same information to Blue Cross NC at the same time and by the same means of communication (e.g., you must fax the information to Blue Cross NC if you faxed it to the IRO). When sending additional information to Blue Cross NC, send it to:

Blue Cross and Blue Shield of North Carolina
Member Appeals
PO Box 30055
Durham, NC 27702-3055

Please note that you may also give this additional information to the NCDOL within the seven-day deadline rather than sending it directly to the IRO and Blue Cross NC. The NCDOL will forward this information to the IRO and Blue Cross NC within two days after receiving the additional information.

The IRO will send you written notice of its decision within 45 days (or, for an expedited review, within three days) after the date the NCDOL received your external review request. If the IRO's decision is to reverse the ADVERSE BENEFIT DETERMINATION, Blue Cross NC will, within three business days (or, for an expedited review, the same day) after receiving notice of the IRO's decision, reverse the ADVERSE BENEFIT DETERMINATION and provide coverage for the requested service or supply. If you are no longer covered by Blue Cross NC at the time Blue Cross NC receives notice of the IRO's decision to reverse the ADVERSE BENEFIT DETERMINATION, Blue Cross NC will only provide coverage for those services or supplies you actually received or would have received prior to disenrollment if the service had not been noncertified when first requested.

The IRO's external review decision is binding on Blue Cross NC and you, except to the extent you may have other actions available under applicable federal or state law. You may not file a subsequent request for an external review involving the same ADVERSE BENEFIT DETERMINATION for which you have already received an external review decision.

ADDITIONAL TERMS OF YOUR COVERAGE

This section provides information on:

Table of Contents:

- Benefits to Which MEMBERS Are Entitled
- Blue Cross NC's Disclosure of Protected Health Information (PHI)
- Administrative Discretion
- North Carolina PROVIDER Reimbursement
- Services Received Outside of North Carolina
- Misrepresentation
- Blue Cross NC Modifications
- Blue Cross NC Notifications
- Blue Cross NC Contract
- Notice of Claim
- Limitation of Actions
- Evaluating New Technology

Key Words:

- COVERED SERVICES
- PROVIDERS

Benefits to Which MEMBERS Are Entitled

The only legally binding benefits are described in this benefit booklet. The terms of your coverage cannot be changed or waived unless Blue Cross NC agrees in writing to the change.

If a MEMBER resides with a custodial parent or legal guardian who is not the SUBSCRIBER, Blue Cross NC will, at its option, make payment to either the PROVIDER of the services or to the custodial parent or legal guardian for services provided to the MEMBER. If the SUBSCRIBER or custodial parent or legal guardian receives payment, it is his or her responsibility to pay the PROVIDER.

Benefits for COVERED SERVICES specified in this health benefit plan will be provided only for services and supplies that are performed by a PROVIDER as specified in this health benefit plan and regularly included in the ALLOWED AMOUNT. Blue Cross NC establishes coverage determination guidelines that specify how services and supplies must be billed in order for payment to be made under this health benefit plan.

Any amounts paid by Blue Cross NC for noncovered services or that are in excess of the benefit provided under your Blue Home with Novant Health coverage may be recovered by Blue Cross NC. Blue Cross NC may recover the amounts by deducting from a MEMBER'S future claims payments. This can result in a reduction or elimination of future claims payments. In addition, under certain circumstances, if Blue Cross NC pays the PROVIDER amounts that are your responsibility, such as deductible, copayments or coinsurance, Blue Cross NC may collect such amounts directly from you.

ADDITIONAL TERMS OF YOUR COVERAGE *(cont.)*

Blue Cross NC will recover amounts we have paid for work-related accidents, injuries, or illnesses covered under state workers' compensation laws upon final adjudication of the claim or an order of the applicable state agency approving a settlement agreement. It is the legal obligation of the MEMBER, the employer or the workers' compensation insurer (whoever is responsible for payment of the medical expenses) to notify Blue Cross NC in writing that there has been a final adjudication or settlement.

PROVIDERS are independent contractors, and they are solely responsible for injuries and damages to MEMBERS resulting from misconduct or negligence.

Blue Cross NC's Disclosure of Protected Health Information (PHI)

At Blue Cross NC, we take your privacy seriously. We handle all PHI as required by state and federal laws and regulations and accreditation standards. We have developed a privacy notice that explains our procedures.

To obtain a copy of the privacy notice, visit our website at www.BlueCrossNC.com or call Blue Cross NC Customer Service at the number listed in "Who to Contact?"

Administrative Discretion

Blue Cross NC has the authority to make reasonable determinations in the administration of coverage. These determinations will be final. Such determinations include decisions concerning eligibility for benefits (for non-MARKETPLACE plans), coverage of services, care, treatment, or supplies, and reasonableness of charges. Blue Cross NC medical policies are guides considered by Blue Cross NC when making coverage determinations. If you purchased a MARKETPLACE plan, the MARKETPLACE makes all eligibility determinations and has the authority to make changes to their eligibility requirements at any time.

North Carolina PROVIDER Reimbursement

Blue Cross NC has contracts with certain PROVIDERS of health care services for the provision of, and payment for, health care services provided to all MEMBERS entitled to health care benefits. Blue Cross NC's payment to PROVIDERS may be based on an amount other than the billed charges, including without limitation, an amount per confinement or episode of care, agreed upon schedule of fees, or other methodology as agreed upon by Blue Cross NC and the PROVIDER. Under certain circumstances, a contracting PROVIDER may receive payments from Blue Cross NC greater than the charges for services provided to an eligible MEMBER, or Blue Cross NC may pay less than charges for services, due to negotiated contracts. The MEMBER is not entitled to receive any portion of the payments made under the terms of contracts with PROVIDERS. The MEMBER'S liability when defined as a percent of charge shall be calculated based on the lesser of the ALLOWED AMOUNT or the PROVIDER'S billed charge for COVERED SERVICES provided to a MEMBER.

Some OUT-OF-NETWORK PROVIDERS have other agreements with Blue Cross NC that affect their reimbursement for COVERED SERVICES provided to Blue Home with Novant Health

ADDITIONAL TERMS OF YOUR COVERAGE *(cont.)*

MEMBERS. These PROVIDERS agree not to bill MEMBERS for any charges higher than their agreed upon, contracted amount. In these situations, MEMBERS will be responsible for the difference between the Blue Home with Novant Health ALLOWED AMOUNT and the contracted amount.

OUT-OF-NETWORK PROVIDERS may bill you directly. If you are billed, you may be responsible for paying the bill and filing a claim with Blue Cross NC.

Services Received Outside of North Carolina

Blue Cross NC has a variety of relationships with other Blue Cross and/or Blue Shield licensees, generally referred to as “Inter-Plan Arrangements.” As a MEMBER of Blue Cross NC, you have access to PROVIDERS outside the state of North Carolina.

Your ID CARD tells PROVIDERS that you are a MEMBER of Blue Cross NC. While Blue Cross NC maintains its contractual obligation to provide benefits to MEMBERS for COVERED SERVICES, the Blue Cross and/or Blue Shield licensee in the SERVICE AREA where you receive services (“Host Blue”) is responsible for contracting with and generally handling all interactions with its participating PROVIDERS.

Blue Cross NC covers only limited healthcare services received outside of Blue Cross NC’s service area. As used in this section, “Out-of-Area Covered Healthcare Services” includes only EMERGENCY SERVICES at the IN-NETWORK benefit level and nonemergency COVERED SERVICES at the OUT-OF-NETWORK benefit level, when obtained outside the geographic area Blue Cross NC serves. Any other services will not be covered when processed through any Inter-Plan Arrangements. If you see any PROVIDER outside the state of North Carolina for nonemergency COVERED SERVICES, you are responsible for ensuring that you or the PROVIDER requests PRIOR REVIEW by Blue Cross NC for these services. Failure to request PRIOR REVIEW and obtain CERTIFICATION will result in a full denial of benefits. If you experience an EMERGENCY while traveling outside the state of North Carolina, go to the nearest emergency room.

All claim types are eligible to be processed through Inter-Plan Arrangements, as described above, except for DENTAL SERVICES (unless provided under your medical benefits), PRESCRIPTION DRUG or vision care benefits that may be administered by a third party contracted by Blue Cross NC to provide the specific service or services.

Whenever you obtain health care services outside the area in which the Blue Cross NC network operates, the claims for these services may be processed through the BlueCard Program, which is included in Inter-Plan Arrangements. Under the BlueCard Program, the amount you pay toward such COVERED SERVICES, such as deductibles, copayments or coinsurance, is usually based on the **lesser** of:

- The billed charges for your COVERED SERVICES, or
- The negotiated price that the Host Blue passes on to us. This “negotiated price” can be:

ADDITIONAL TERMS OF YOUR COVERAGE *(cont.)*

- A simple discount that reflects the actual price paid by the Host Blue to your PROVIDER
- An estimated price that factors in special arrangements with your PROVIDER or with a group of PROVIDERS that may include types of settlements, incentive payments, and/or other credits or charges
- An average price, based on a discount that reflects the expected average savings for similar types of health care PROVIDERS after taking into account the same types of special arrangements as with an estimated price.

The estimated or average price may be adjusted in the future to correct for over- or underestimation of past prices. However, such adjustments will not affect the price that Blue Cross NC uses for your claim because they will not be applied retroactively to claims already paid.

Federal law or the laws in a small number of states may require the Host Blue to add a surcharge to your calculation. If federal law or any state laws mandate other liability calculation methods, including a surcharge, we would then calculate your liability for any covered healthcare services according to applicable law.

If you receive COVERED SERVICES from a non-participating PROVIDER outside the state of North Carolina, the amount you pay will generally be based on either the Host Blue's non-participating PROVIDER local payment or the pricing arrangements required by applicable state law. However, in certain situations, Blue Cross NC may use other payment bases, such as billed charges, to determine the amount Blue Cross NC will pay for COVERED SERVICES from a non-participating PROVIDER. In other exception cases, Blue Cross NC may pay such a claim based on the payment it would make if Blue Cross NC were paying a non-participating PROVIDER for the same covered healthcare services inside of Blue Cross NC's SERVICE AREA, where the Host Blue's corresponding payment would be more than Blue Cross NC's in-service area non-participating PROVIDER payment, or in Blue Cross NC's sole and absolute discretion, Blue Cross NC may negotiate a payment with such a PROVIDER on an exception basis. In any of these situations, you may be liable for the difference between the non-participating PROVIDER'S billed amount and any payment Blue Cross NC would make for the COVERED SERVICES. Federal or state law, as applicable, will govern payments for OUT-OF-NETWORK EMERGENCY services.

Blue Cross Blue Shield Global Core

If you are outside the United States (hereinafter "BlueCard service area"), you may be able to take advantage of Blue Cross Blue Shield Global Core when accessing COVERED SERVICES. Blue Cross Blue Shield Global Core is unlike the BlueCard Program available in the BlueCard service area in certain ways. For instance, although Blue Cross Blue Shield Global Core assists you with accessing a network of inpatient, outpatient and professional PROVIDERS, the network is not served by a Host Blue. As such, when you receive care from PROVIDERS outside the BlueCard service area, you will typically have to pay the PROVIDERS and submit the claims yourself to obtain reimbursement for these services.

ADDITIONAL TERMS OF YOUR COVERAGE *(cont.)*

If you need medical assistance services (including locating a DOCTOR or HOSPITAL) outside the BlueCard service area, you should call the Blue Cross Blue Shield Global Core service center at 1-800-810-BLUE (2583) or call collect at 1-804-673-1177, 24 hours a day, seven days a week. An assistance coordinator, working with a medical professional, can arrange a physician appointment or hospitalization, if necessary.

Inpatient Services

In most cases, if you contact the service center for assistance, HOSPITALS will not require you to pay for covered inpatient services, except for any applicable copay, deductible or coinsurance amounts. In such cases, the HOSPITAL will submit your claims to the service center to begin claims processing. However, if you paid in full at the time of service, you must submit a claim to receive reimbursement for COVERED SERVICES. You must contact Blue Cross NC to obtain PRECERTIFICATION for non-EMERGENCY inpatient services.

Outpatient Services

Physicians, URGENT CARE centers and other outpatient PROVIDERS located outside the BlueCard service area will typically require you to pay in full at the time of service. You must submit a claim to obtain reimbursement for COVERED SERVICES.

Submitting a Blue Cross Blue Shield Global Core Claim

When you pay for COVERED SERVICES outside the BlueCard service area, you must submit a claim to obtain reimbursement. For institutional and professional claims, you should complete a claim form and send the claim form with the PROVIDER'S itemized bill(s) to the service center (the address is on the form) to initiate claims processing. Following the instructions on the claim form will help ensure timely processing of your claim. The claim form is available from Blue Cross NC, the service center or online at www.bcbsglobalcore.com. If you need assistance with your claim submission, you should call the service center at 1-800-810-BLUE (2583) or call collect at 1-804-673-1177, 24 hours a day, seven days a week.

Misrepresentation

If a MEMBER'S actions result in an act or practice that constitutes fraud or makes an intentional misrepresentation of a material fact, Blue Cross NC, in its discretion, may: 1) after 30 days advance written notice, void your policy and/or rider retroactive to the original EFFECTIVE DATE, and any premium paid may be refunded after Blue Cross NC deducts the amount for any claims paid, or 2) terminate your policy and/or rider immediately.

In the first two years of coverage, if there are any other false or incomplete statements on your application, Blue Cross NC, in its discretion, may reform your policy and/or rider to a higher rate tier resulting in the appropriate higher premium.

ADDITIONAL TERMS OF YOUR COVERAGE *(cont.)*

Blue Cross NC Modifications

No one may waive or change the coverage other than an officer authorized by the Board of Trustees. However, if any provision of this health benefit plan is in conflict with the statutes of North Carolina, it should be considered to be automatically amended to conform to the minimum requirements of such statutes. This benefit booklet, together with any amendments and applications for coverage, is the entire agreement between you and Blue Cross NC. Any changes must be in writing.

Blue Cross NC Notifications

Any notice sent to a MEMBER, custodial parent or legal guardian is considered received by the MEMBER, custodial parent or legal guardian when deposited in the United States mail, with postage prepaid addressed to the MEMBER, custodial parent, legal guardian or agent at the address as shown on Blue Cross NC's records.

Blue Cross NC Contract

This policy is a contract between you and Blue Cross NC, which is an independent corporation operating under a license from the Blue Cross and Blue Shield Association, an association of independent Blue Cross and Blue Shield plans, permitting Blue Cross NC to use the Blue Cross and Blue Shield service marks in the state of North Carolina. Blue Cross NC is not contracting as an agent of the Blue Cross and Blue Shield Association. You hereby acknowledge and agree that you have not entered into this policy based upon representations by any person other than Blue Cross NC and that no person, entity or organization other than Blue Cross NC shall be held accountable or liable to you for any obligations to you created under this policy. This paragraph shall not create any additional obligations whatsoever on the part of Blue Cross NC other than those obligations created under other provisions of this agreement.

This policy is made, executed and delivered in the state of North Carolina, and it and the MEMBER coverage provided shall be governed under the laws of the state of North Carolina, except to the extent preempted by federal law. Any provision of this policy that conflicts with the laws of the state of North Carolina is amended to conform to the minimum requirements of such laws.

Notice of Claim

Blue Cross NC will not be liable for payment of benefits unless proper notice is furnished to Blue Cross NC that COVERED SERVICES have been provided to a MEMBER. If the MEMBER files the claim, written notice must be given to Blue Cross NC within 18 months after the MEMBER incurs the COVERED SERVICE, except in the absence of legal capacity of the MEMBER. The notice must be on an approved claim form and include the data necessary for Blue Cross NC to determine benefits.

ADDITIONAL TERMS OF YOUR COVERAGE *(cont.)*

Limitation of Actions

No legal action may be taken to recover benefits for 60 days after the Notice of Claim has been given as specified above and until you have exhausted all administrative remedies, including following the appeals process described in "Need to Appeal Our Decision?" No legal action may be taken later than three years from the date services are INCURRED. Any legal action will be governed by North Carolina law.

Evaluating New Technology

In an effort to allow for continuous quality improvement, Blue Cross NC has processes in place to evaluate new medical technology, procedures and equipment. These policies allow us to determine the best services and products to offer our MEMBERS. They also help us keep pace with the ever-advancing medical field. Before implementing any new or revised policies, we review professionally supported scientific literature as well as state and federal guidelines, regulations, recommendations, and requirements. We then seek additional input from PROVIDERS who know the needs of the patients they serve.

FEDERAL NOTICES

The following Federal Notices describe benefits that are included as part of your ESSENTIAL HEALTH BENEFITS. See “Covered Services” for more details.

Statement of Rights Under the Newborns' and Mothers' Health Protection Act

Under federal law, health insurance issuers may not restrict benefits for any HOSPITAL length of stay in connection with childbirth for the mother or newborn child to less than 48 hours following a vaginal delivery, or less than 96 hours following a delivery by Cesarean section. However, the plan or issuer may pay for a shorter stay if the attending PROVIDER (e.g., your DOCTOR, nurse midwife or physician assistant), after consultation with the mother, discharges the mother or newborn earlier.

Also, under federal law, group health plans and health insurance issuers may not set the level of benefits or out-of-pocket costs so that any later portion of the 48-hour (or 96-hour) stay is treated in a manner less favorable to the mother or newborn than any earlier portion of the stay.

In addition, a plan or issuer may not, under federal law, require that a DOCTOR or other health care PROVIDER obtain CERTIFICATION for prescribing a length of stay of up to 48 hours (or 96 hours). However, to use certain PROVIDERS or facilities, or to reduce your out-of-pocket costs, you may be required to obtain CERTIFICATION.

Mastectomy Benefits

Under the Women’s Health and Cancer Rights Act of 1998, this health benefit plan provides for the following services related to mastectomy SURGERY:

- Reconstruction of the breast on which the mastectomy has been performed
- SURGERY and reconstruction of the nondiseased breast to produce a symmetrical appearance, without regard to the lapse of time between the mastectomy and the reconstructive SURGERY
- Protheses and physical complications of all stages of the mastectomy, including lymphedemas.

See PROVIDER’S Office, or for external protheses, see PROSTHETIC APPLIANCES in Other Services in the “Summary of Benefits.”

Please note that the decision to discharge the patient following mastectomy SURGERY is made by the attending physician in consultation with the patient.

The benefits described above are subject to the same applicable deductibles, copayment or coinsurance and limitations as applied to other medical and surgical benefits provided under this health benefit plan.

SPECIAL PROGRAMS

Programs Outside Your Regular Benefits

Blue Cross NC may offer or provide programs that are outside your regular benefits. These offers or programs may be changed from time to time. Following are examples of programs that may be included outside your regular benefits:

- Health and wellness programs
- Services and/or programs aimed to improve social determinants of health
- Discounts or promotional offers on goods and services from other companies including certain types of PROVIDERS
- Service programs for MEMBERS identified with complex health care needs, including a dedicated administrative contact, consolidated claims data information, and supportive gift items
- Rewards or drawings for gifts based on activities related to online tools found on Blue Cross NC's website
- Rewards or drawings for gifts based on participation in initiatives and/or programs to reduce health care costs
- Periodic drawings for gifts, which may include club memberships and trips to special events, based on submitting information
- Rewards for participation in wellness/educational activities. Reward type may be based on program participation levels and membership duration.
- Charitable donations made on your behalf by Blue Cross NC.

Blue Cross NC may not provide some or all of these items directly, but may instead arrange these for your convenience. These discounts or promotional offers are outside your health plan benefits. Blue Cross NC is not liable for problems resulting from goods and services it does not provide directly, such as goods and services not being provided or being provided negligently. The gifts and charitable donations are also outside your health plan benefits. Blue Cross NC is not liable for third party providers' negligent provision of the gifts. Blue Cross NC may stop or change these programs at any time.

Health Information Services

If you have certain health conditions, Blue Cross NC or a representative of Blue Cross NC may contact you to provide information about your condition, answer questions and tell you about resources that may be available to you. Your participation is voluntary, and your medical information will be kept confidential.

GLOSSARY

These definitions will help you understand this health benefit plan. Please note that some of these terms may not apply to this health benefit plan.

ADVERSE BENEFIT DETERMINATION

A denial, reduction, or termination of, or failure to provide or make full or partial payment for a benefit, including one that results from the application of any utilization review, or a failure to cover an item or service for which benefits are otherwise provided because it is determined to be EXPERIMENTAL or INVESTIGATIONAL or not MEDICALLY NECESSARY or appropriate. Rescission of coverage and initial eligibility determinations are also included as adverse benefit determinations.

ALLOWED AMOUNT

The maximum amount that Blue Cross NC determines is reasonable for COVERED SERVICES provided to a MEMBER. The allowed amount includes any Blue Cross NC payment to the PROVIDER, plus any deductible, coinsurance or copayment. For PROVIDERS that have entered into an agreement with Blue Cross NC, the allowed amount is the negotiated amount that the PROVIDER has agreed to accept as payment in full. Except as otherwise specified in "EMERGENCY and Ambulance Services," for PROVIDERS that have not entered into an agreement with Blue Cross NC, the allowed amount will be the lesser of the PROVIDER'S billed charge or an amount based on an OUT-OF-NETWORK fee schedule established by Blue Cross NC or through the BlueCard system that is applied to comparable PROVIDERS for similar services under a similar health benefit plan. Where Blue Cross NC has not established an OUT-OF-NETWORK fee schedule amount for the billed service, the allowed amount will be the lesser of the PROVIDER'S billed charge or an amount established by Blue Cross NC or through the BlueCard system using a methodology that is applied to comparable PROVIDERS who may have entered into an agreement with Blue Cross NC for similar services under a similar health benefit plan. Other than as described above, Blue Cross NC will not pay the OUT-OF-NETWORK PROVIDER'S billed charge unless doing so is required in order to comply with North Carolina Statutes. Calculation of the allowed amount is based on several factors, including Blue Cross NC's medical, payment and administrative guidelines. Under the guidelines, some procedures charged separately by the PROVIDER may be combined into one procedure for reimbursement purposes.

AMBULATORY INFUSION SUITE

An Ambulatory Infusion Suite is a free-standing facility that solely provides infusion services under the supervision of a nurse or medical director.

AMBULATORY SURGICAL CENTER

A NONHOSPITAL FACILITY with an organized staff of DOCTORS, which is licensed or certified in the state where located, and which:

- a) Has permanent facilities and equipment for the primary purpose of performing surgical procedures on an OUTPATIENT basis

GLOSSARY *(cont.)*

- b) Provides nursing services and treatment by or under the supervision of DOCTORS whenever the patient is in the facility
- c) Does not provide inpatient accommodations
- d) Is not, other than incidentally, a facility used as an office or clinic for the private practice of a DOCTOR or OTHER PROVIDER.

AMERICAN INDIAN/ALASKA NATIVE PROVIDER

A PROVIDER operating under a health program administered by Indian Health Service, a federally recognized Indian tribe, tribal organization, or urban Indian organization or through referral under contract health services. Designation as an American Indian/Alaska Native PROVIDER is solely determined by the federal government.

ANCILLARY PROVIDER

Independent clinical laboratories, durable/home medical equipment and supply providers, or specialty pharmacies. Ancillary providers are considered IN-NETWORK if they contract directly with the Blue Cross or Blue Shield plan in the state where services are received, based on the following criteria:

- a) For independent clinical laboratories, services are received in the state where the specimen is drawn
- b) For durable/home medical equipment and supply PROVIDERS, services are received in the state where the equipment or supply is shipped (receiving address) or if purchased at a retail store, the vendor must be contracted with the plan in the state where the retail store is located
- c) For specialty pharmacies, services are received in the state where the ordering physician is located.

BENEFIT PERIOD

The 12-month period of time, as stated in the "Summary of Benefits," during which charges for COVERED SERVICES provided to a MEMBER must be INCURRED in order to be eligible for payment by Blue Cross NC. A charge shall be considered INCURRED on the date the service or supply was provided to a MEMBER.

BENEFIT PERIOD MAXIMUM

The maximum dollar amount for COVERED SERVICES or number of visits in a BENEFIT PERIOD that will be covered on behalf of a MEMBER. Services in excess of a benefit period maximum are not COVERED SERVICES, and MEMBERS may be responsible for the entire amount of the PROVIDER'S billed charge.

BIOLOGIC

A complex large molecule drug produced from protein or living organisms.

GLOSSARY *(cont.)*

BIOSIMILAR

PRESCRIPTION DRUG products approved by the U.S. Food and Drug Administration (FDA) that are subsequent versions of previously approved BIOLOGIC drugs, also known as follow-on BIOLOGICS. Biosimilar drugs are manufactured after the patent and exclusivity protection of the BIOLOGIC drug have expired.

BRAND-NAME

The proprietary name of the PRESCRIPTION DRUG that the manufacturer owning the patent places upon a drug product or on its container, label or wrapping at the time of packaging. A brand-name drug has a trade name and is protected by a patent and can only be produced and sold by the manufacturer owning the patent. Blue Cross NC makes the final determination of the classification of brand-name drug products based on information provided by the manufacturer and other external classification sources, such as the U.S. Food and Drug Administration (FDA) and nationally-recognized drug databases.

CERTIFICATION

The determination by Blue Cross NC that an admission, availability of care, continued stay, or other services, supplies or drugs have been reviewed and, based on the information provided, satisfy our requirements for MEDICALLY NECESSARY services and supplies, appropriateness, health care setting, level of care and effectiveness.

CLINICALLY NECESSARY (or CLINICAL NECESSITY)

Those COVERED SERVICES, materials or supplies that are:

- a) Provided for the diagnosis, treatment, cure, or relief of a dental condition, illness, injury, or disease; and not for EXPERIMENTAL, INVESTIGATIONAL, or COSMETIC purposes, except as specifically covered by your dental benefit plan,
- b) Necessary for and appropriate to the diagnosis, treatment, cure, or relief of a dental condition, illness, injury, disease, or its symptoms,
- c) Within generally accepted standards of dental care in the community, and
- d) Not solely for the convenience of the insured, the insured's family, or the PROVIDER.

For clinically necessary services, Blue Cross NC may compare the cost-effectiveness of alternative services, settings, materials or supplies when determining which of the services, materials or supplies will be covered and in what setting clinically necessary services are eligible for coverage.

COMPLICATIONS OF PREGNANCY

Medical conditions whose diagnoses are distinct from pregnancy, but are adversely affected or caused by pregnancy, resulting in the mother's life being in jeopardy or making the birth of a viable infant impossible and which require the mother to be treated prior to the full term of the pregnancy (except as otherwise stated below), including, but not limited to: abruption of placenta; acute nephritis; cardiac decompensation; documented hydramnios; eclampsia;

GLOSSARY *(cont.)*

ectopic pregnancy; insulin dependent diabetes mellitus; missed abortion; nephrosis; placenta previa; Rh sensitization; severe pre-eclampsia; trophoblastic disease; toxemia; immediate postpartum hemorrhage due to uterine atony; retained placenta or uterine rupture occurring within 72 hours of delivery; or, the following conditions occurring within ten days of delivery: urinary tract infection, mastitis, thrombophlebitis, and endometritis. EMERGENCY cesarean section will be considered eligible for benefit application only when provided in the course of treatment for those conditions listed above as a complication of pregnancy. Common side effects of an otherwise normal pregnancy, conditions not specifically included in this definition, episiotomy repair and birth injuries are not considered complications of pregnancy.

CONGENITAL

Existing at, and usually before, birth referring to conditions that are apparent at birth regardless of their causation.

COSMETIC

To improve appearance. This does not include restoration of physiological function resulting from accidental injury, trauma or previous treatment that would be considered a COVERED SERVICE. This also does not include reconstructive SURGERY to correct CONGENITAL or developmental anomalies that have resulted in functional impairment.

COVERED SERVICE(S)

A service, drug, supply or equipment specified in this benefit booklet for which MEMBERS are entitled to benefits in accordance with the terms and conditions of this health benefit plan. Any services in excess of a BENEFIT PERIOD MAXIMUM or LIFETIME MAXIMUM are not covered services.

CREDITABLE COVERAGE

Accepted health insurance coverage carried prior to Blue Cross NC coverage can be group health insurance, an employee welfare benefit plan to the extent that the plan provides medical care to employees and/or their DEPENDENTS directly or through insurance, reimbursement, or otherwise, individual health insurance, short-term limited duration health insurance coverage, public health plan, Children's Health Insurance Program (CHIP), Medicare, Medicaid, and any other coverage defined as creditable coverage under state or federal law. Creditable coverage does not include coverage consisting solely of excepted benefits.

DENTAL SERVICE(S)

Dental care or treatment provided by a DENTIST or OTHER PROFESSIONAL PROVIDER in the DENTIST'S office to a covered MEMBER while the policy is in effect, provided such care or treatment is recognized by Blue Cross NC as a generally accepted form of care or treatment according to prevailing standards of dental practice.

GLOSSARY *(cont.)*

DENTIST

A dental practitioner who is duly licensed and qualified under the law of jurisdiction in which treatment is received to provide DENTAL SERVICES, perform dental SURGERY or administer anesthetics for dental SURGERY. All services performed must be within the scope of license or certification to be eligible for reimbursement.

DEPENDENT

A MEMBER other than the SUBSCRIBER as specified in "When Coverage Begins And Ends."

DEPENDENT CHILD(REN)

A child, until the end of the month (if you did not purchase a MARKETPLACE plan) or BENEFIT PERIOD (if you purchased a MARKETPLACE plan) of their 26th birthday, who is either: 1) the SUBSCRIBER'S biological child, stepchild, legally adopted child (or child placed with the SUBSCRIBER and/or spouse or domestic partner for adoption), FOSTER CHILD, or 2) a child for whom legal guardianship has been awarded to SUBSCRIBER and/or spouse or domestic partner, or 3) a child for whom the SUBSCRIBER and/or spouse or domestic partner has been required by court or administrative order to provide coverage. The spouse, domestic partner or children of a dependent child are not considered DEPENDENTS.

DOCTOR

Includes the following: a doctor of medicine, a doctor of osteopathy, licensed to practice medicine or SURGERY by the Board of Medical Examiners in the state of practice, a doctor of dentistry, a doctor of podiatry, a doctor of chiropractic, a doctor of optometry, or a doctor of psychology who must be licensed or certified in the state of practice and has a doctorate degree in psychology and at least two years clinical experience in a recognized health setting or has met the standards of the National Register of Health Service Providers in Psychology. All of the above must be duly licensed to practice by the state in which any service covered by the contract is performed, regularly charge and collect fees as a personal right, subject to any licensure or regulatory limitation as to location, manner or scope of practice. All services performed must be within the scope of license or certification to be eligible for reimbursement.

DURABLE MEDICAL EQUIPMENT

Items designated by Blue Cross NC that can withstand repeated use, are used primarily to serve a medical purpose, are not useful to a person in the absence of illness, injury or disease, and are appropriate for use in the patient's home.

EDUCATIONAL TREATMENT

Services provided to foster acquisition of skills and knowledge to assist development of an individual's cognitive independence and personal responsibility. These services include academic learning, socialization, adaptive skills, communication, amelioration of interfering behaviors, and generalization of abilities across multiple environments.

GLOSSARY *(cont.)*

EFFECTIVE DATE

The date on which coverage for a MEMBER begins, according to “When Coverage Begins and Ends.”

EMERGENCY(IES)

A medical condition manifesting itself by acute symptoms of sufficient severity, including, but not limited to, severe pain, or by acute symptoms developing from a chronic medical condition that would lead a prudent layperson, possessing an average knowledge of health and medicine, to reasonably expect the absence of immediate medical attention to result in any of the following:

- a) placing the health of an individual, or with respect to a pregnant woman, the health of the woman or their unborn child, in serious jeopardy,
- b) serious impairment to bodily functions,
- c) serious dysfunction of any bodily organ or part.

Heart attacks, strokes, uncontrolled bleeding, poisonings, major burns, prolonged loss of consciousness, spinal injuries, shock, and other severe, acute conditions are examples of emergencies.

EMERGENCY SERVICES

Health care items and services furnished or required to screen for or treat an EMERGENCY medical condition until the condition is STABILIZED, including pre-HOSPITAL care and ancillary services routinely available in the EMERGENCY department.

ESSENTIAL HEALTH BENEFITS

The core set of services that federal law requires to be included in this health benefit plan, and includes the following ten categories: (1) ambulatory patient services, (2) EMERGENCY SERVICES, (3) hospitalization, (4) maternity and newborn care, (5) mental health and substance use disorder services, including behavioral health treatment, (6) PRESCRIPTION DRUGS, (7) REHABILITATIVE THERAPY and HABILITATIVE SERVICES and devices, (8) laboratory services, (9) preventive and wellness services and chronic disease management, and (10) pediatric services, including oral and vision care. No annual or lifetime dollar limits can apply to essential health benefits.

EXPERIMENTAL

See INVESTIGATIONAL.

FACILITY SERVICES

COVERED SERVICES provided and billed by a HOSPITAL or NONHOSPITAL FACILITY. All services performed must be within the scope of license or certification to be eligible for reimbursement.

GLOSSARY *(cont.)*

FORMULARY

The list of OUTPATIENT PRESCRIPTION DRUGS, insulin, and certain over-the-counter drugs that may be available to MEMBERS.

FOSTER CHILD(REN)

Children under age 18 i) for whom a guardian has been appointed by a clerk of superior court of any county in North Carolina or ii) whose primary or sole custody has been assigned by court or administrative order with proper jurisdiction and who are residing with a person appointed as guardian or custodian for so long as the guardian or custodian has assumed the legal obligation for total or partial support of the children with the intent that the children reside with the guardian or custodian on more than a temporary or short-term basis.

GENERIC

A PRESCRIPTION DRUG that has the same active ingredient as a BRAND-NAME drug, has the same dosage form and strength as the BRAND-NAME drug, and has the same mechanism of action in the body as the BRAND-NAME drug. The classification of a PRESCRIPTION DRUG as a generic is determined by Blue Cross NC based on commercially available data resources and other external classification sources, such as the U.S. Food and Drug Administration (FDA) and nationally-recognized drug databases.

GRIEVANCE

Grievances include dissatisfaction with our decisions, policies or actions related to the availability, delivery or quality of health care services, or with the contractual relationship between the MEMBER and Blue Cross NC.

HABILITATIVE SERVICES

Health care services and devices that help a person keep, learn or improve skills and functioning for daily living. Examples include therapy for a child who is not walking or talking at the expected age. These services may include physical and occupational therapy, speech-language pathology and other services for people with disabilities in a variety of inpatient and/or outpatient settings.

HOMEBOUND

A MEMBER who cannot leave their home or temporary residence due to a medical condition which requires both the assistance of another person and the aid of supportive devices or the use of special transportation. To be homebound means that leaving home takes considerable and taxing effort. A MEMBER is not considered homebound solely because the assistance of another person is required to leave the home.

HOME HEALTH AGENCY

A NONHOSPITAL FACILITY that is primarily engaged in providing home health care services, medical or therapeutic in nature, and which:

- a) Provides skilled nursing and other services on a visiting basis in the MEMBER'S home,

GLOSSARY *(cont.)*

- b) Is responsible for supervising the delivery of such services under a plan prescribed by a DOCTOR,
- c) Is accredited and licensed or certified in the state where located,
- d) Is certified for participation in the Medicare program, and
- e) Is acceptable to Blue Cross NC.

HOSPICE

A NONHOSPITAL FACILITY that provides medically related services to persons who are terminally ill, and which:

- a) Is accredited, licensed or certified in the state where located,
- b) Is certified for participation in the Medicare program, and
- c) Is acceptable to Blue Cross NC.

HOSPITAL

An accredited institution for the treatment of the sick that is licensed as a hospital by the appropriate state agency in the state where located. All services performed must be within the scope of license or certification to be eligible for reimbursement.

IDENTIFICATION CARD (ID CARD)

The card issued to our MEMBERS upon enrollment that provides MEMBER identification numbers, names of the MEMBERS, and key benefit information, phone numbers and addresses.

INCURRED

The date on which a MEMBER receives the service, drug, equipment or supply for which a charge is made.

INFERTILITY

The inability after 12 consecutive months of unsuccessful attempts to conceive a child.

IN-NETWORK

Designated as participating in the Blue Home with Novant Health network. Blue Cross NC's payment for in-network COVERED SERVICES is described in this benefit booklet as in-network benefits or in-network benefit levels.

IN-NETWORK PROVIDER

A HOSPITAL, DOCTOR, other medical practitioner or PROVIDER of MEDICAL SERVICES and supplies that has been designated as a BLUE HOME WITH NOVANT HEALTH PROVIDER by Blue Cross NC

INVESTIGATIONAL (EXPERIMENTAL)

The use of a service or supply including, but not limited to, treatment, procedure, facility, equipment, drug, or device that Blue Cross NC does not recognize as standard MEDICAL CARE

GLOSSARY *(cont.)*

of the condition, disease, illness, or injury being treated. The following criteria are the basis for Blue Cross NC's determination that a service or supply is investigational:

- a) Services or supplies requiring federal or other governmental body approval, such as drugs and devices that do not have unrestricted market approval from the U.S. Food and Drug Administration (FDA) or final approval from any other governmental regulatory body for use in treatment of a specified condition. Any approval that is granted as an interim step in the regulatory process is not a substitute for final or unrestricted market approval
- b) There is insufficient or inconclusive scientific evidence in peer-reviewed medical literature to permit Blue Cross NC's evaluation of the therapeutic value of the service or supply
- c) There is inconclusive evidence that the service or supply has a beneficial effect on health outcomes
- d) The service or supply under consideration is not as beneficial as any established alternatives
- e) There is insufficient information or inconclusive scientific evidence that, when utilized in a non-investigational setting, the service or supply has a beneficial effect on health outcomes and is as beneficial as any established alternatives.

If a service or supply meets one or more of the criteria, it is deemed investigational, except for clinical trials as described under this health benefit plan. Determinations are made solely by Blue Cross NC after independent review of scientific data. Opinions of experts in a particular field and/or opinions and assessments of nationally recognized review organizations may also be considered by Blue Cross NC but are not determinative or conclusive.

LICENSED PRACTICAL NURSE (LPN)

A nurse who has graduated from a formal practical nursing education program and is licensed by the appropriate state authority.

LIFETIME MAXIMUM

The benefit maximum of certain COVERED SERVICES, such as INFERTILITY services, INFERTILITY drugs and orthotic devices for POSITIONAL PLAGIOCEPHALY, that will be reimbursed on behalf of a MEMBER while covered under this health benefit plan. Services in excess of any lifetime maximum are not COVERED SERVICES, and MEMBERS may be responsible for the entire amount of the PROVIDER'S billed charge.

MARKETPLACE

The Marketplace is an online health insurance marketplace run by either the state or federal government which permits individuals to shop for and buy qualified health benefit plans.

MEDICAL SUPPLIES

Health care materials that include ostomy supplies, catheters, oxygen and diabetic supplies.

GLOSSARY *(cont.)*

MEDICALLY NECESSARY (OR MEDICAL NECESSITY)

Those COVERED SERVICES or supplies that are:

- a) Provided for the diagnosis, treatment, cure, or relief of a health condition, illness, injury, or disease; and, except for clinical trials as described under this health benefit plan, not for EXPERIMENTAL, INVESTIGATIONAL or COSMETIC purposes,
- b) Necessary for and appropriate to the diagnosis, treatment, cure, or relief of a health condition, illness, injury, disease or its symptoms,
- c) Within generally accepted standards of MEDICAL CARE in the community, and
- d) Not solely for the convenience of the insured, the insured's family, or the PROVIDER.

For medically necessary services, Blue Cross NC may compare the cost-effectiveness of alternative services, settings or supplies when determining which of the services or supplies will be covered and in what setting medically necessary services are eligible for coverage.

MEMBER

A SUBSCRIBER or DEPENDENT, who is currently enrolled in this health benefit plan and for whom premium is paid.

MENTAL ILLNESS

(1) When applied to an adult MEMBER, an illness which so lessens the capacity of the individual to use self-control, judgment, and discretion in the conduct of his/her affairs and social relations as to make it necessary or advisable for him/her to be under treatment, care, supervision, guidance, or control; and (2) when applied to a DEPENDENT CHILD, in accordance with North Carolina law, a mental condition, other than intellectual disability alone, that so impairs the DEPENDENT CHILD'S capacity to exercise age adequate self-control or judgment in the conduct of his/her activities and social relationships so that he/she is in need of treatment; and a mental disorder defined in the current edition of the Diagnostic and Statistical Manual of Mental Disorders of the American Psychiatric Association, Washington, DC ("DSM-V"). Those mental disorders coded in the DSM-V as substance-related disorders, SEXUAL DYSFUNCTIONS not due to organic disease, and disorders coded as "V" codes are not included in the definition of Mental Illness.

MINIMUM ESSENTIAL COVERAGE (MEC)

MEC is (1) coverage under a specified government sponsored program; (2) coverage under an eligible employer-sponsored plan; (3) coverage under a health plan offered in the individual market within a state; (4) coverage under a grandfathered health plan; and (5) other health benefits coverage that the Secretary of Health and Human Services recognizes as MEC.

NONCERTIFICATION

An ADVERSE BENEFIT DETERMINATION by Blue Cross NC that a service covered under this health benefit plan has been reviewed and does not meet Blue Cross NC's requirements for MEDICAL

GLOSSARY *(cont.)*

NECESSITY, appropriateness, health care setting, level of care or effectiveness or the prudent layperson standard for coverage of EMERGENCY SERVICES and, as a result, the requested service is denied, reduced or terminated. The determination that a requested service is EXPERIMENTAL, INVESTIGATIONAL or COSMETIC is considered a noncertification. A noncertification is not a decision based solely on the fact that the requested service is specifically excluded under your benefits.

NONHOSPITAL FACILITY

An institution or entity other than a HOSPITAL that is accredited and licensed or certified in the state where located to provide COVERED SERVICES and is acceptable to Blue Cross NC. All services performed must be within the scope of license or certification to be eligible for reimbursement.

OFFICE VISIT

Services provided in a PROVIDER'S office, including, but not limited to the following:

- Medical care
- SURGERY
- Diagnostic services
- REHABILITATIVE THERAPY and HABILITATIVE SERVICES
- MEDICAL SUPPLIES
- Mental health and substance use disorder services (evaluation and diagnosis, group therapy, individual and family counseling)

OTHER PROFESSIONAL PROVIDER

A person or entity other than a DOCTOR who is accredited and licensed or certified in the state where located to provide COVERED SERVICES and which is acceptable to Blue Cross NC. Examples may include physician assistants (PAs), nurse practitioners (NPs), or certified registered nurse anesthetists (CRNAs). All services performed must be within the scope of license or certification to be eligible for reimbursement.

OTHER PROVIDER

An institution or entity other than a HOSPITAL, that is accredited and licensed or certified in the state where located to provide COVERED SERVICES and which is acceptable to Blue Cross NC. All services performed must be within the scope of license or certification to be eligible for reimbursement.

OTHER THERAPY(IES)

The following services and supplies, both inpatient and outpatient, ordered by a DOCTOR or OTHER PROVIDER to promote recovery from an illness, disease or injury when provided by a DOCTOR , OTHER PROVIDER or professional employed by a PROVIDER licensed in the state of practice:

- a) Cardiac rehabilitative therapy – reconditioning the cardiovascular system through exercise, education, counseling and behavioral change

GLOSSARY *(cont.)*

- b) Chemotherapy (including intravenous chemotherapy) – the treatment of malignant disease by chemical or biological antineoplastic agents which have received full, unrestricted market approval from the U.S. Food and Drug Administration (FDA)
- c) Dialysis treatments – the treatment of acute renal failure or chronic irreversible renal insufficiency for removal of waste materials from the body to include hemodialysis or peritoneal dialysis
- d) Pulmonary therapy – programs that combine exercise, training, psychological support and education in order to improve the patient’s functioning and quality of life
- e) Radiation therapy – the treatment of disease by x-ray, radium or radioactive isotopes
- f) Respiratory therapy – introduction of dry or moist gases into the lungs for treatment purposes.

OUT-OF-NETWORK

Not designated as participating in the Blue Home with Novant Health network, and not certified in advance by Blue Cross NC to be considered as IN-NETWORK. Our payment for out-of-network COVERED SERVICES is described in this benefit booklet as out-of-network benefits or the out-of-network copayment or coinsurance amount, if applicable.

OUT-OF-NETWORK PROVIDER

A PROVIDER that has not been designated as a Blue Home with Novant Health PROVIDER by Blue Cross NC.

OUTPATIENT CLINIC(S)

An accredited institution/facility associated with or owned by a HOSPITAL. An outpatient clinic may bill for outpatient visits, including professional services and ancillary services, such as diagnostic tests. These services may be subject to the Outpatient Clinic Services benefit. All services performed must be within the scope of the professional or facility license or certification to be eligible for reimbursement.

POSITIONAL PLAGIOCEPHALY

The asymmetrical shape of an infant’s head due to uneven external pressures on the skull in either the prenatal or postnatal environment. This does not include asymmetry of an infant’s head due to premature closure of the sutures of the skull.

PRESCRIPTION

An order for a drug issued by a DOCTOR duly licensed to make such a request in the ordinary course of professional practice; or requiring such an order.

PRESCRIPTION DRUG

A drug that has been approved by the U.S. Food and Drug Administration (FDA) and is required, prior to being dispensed or delivered, to be labeled “Caution: Federal law prohibits

GLOSSARY *(cont.)*

dispensing without PRESCRIPTION," or labeled in a similar manner, and is appropriate to be administered without the presence of a medical supervisor.

PREVENTIVE CARE

Medical services provided by or upon the direction of a DOCTOR or OTHER PROVIDER that detect disease early in patients who do not show any signs or symptoms of a disease. Preventive care services include immunizations, medications that delay or prevent a disease, and screening and counseling services. Screening services are specific procedures and tests that identify disease and/or risk factors before the beginning of any signs and symptoms.

PRIMARY CARE PROVIDER (PCP)

An IN-NETWORK PROVIDER who has been designated by Blue Cross NC as a PCP.

PRIOR REVIEW

The consideration of benefits for an admission, availability of care, continued stay, or other services, supplies or drugs, based on the information provided and requirements for a determination of MEDICAL NECESSITY of services and supplies, appropriateness, health care setting, or level of care and effectiveness. Prior review results in CERTIFICATION or NONCERTIFICATION of benefits.

PROSTHETIC APPLIANCES

Fixed or removable artificial limbs or other body parts, which replace absent natural ones following permanent loss of the body part.

PROVIDER

A HOSPITAL, NONHOSPITAL FACILITY, DOCTOR, or OTHER PROVIDER, accredited, licensed or certified where required in the state of practice, performing within the scope of license or certification. All services performed must be within the scope of license or certification to be eligible for reimbursement.

PROVIDER-ADMINISTERED SPECIALTY DRUGS

SPECIALTY DRUGS that are available on the medical benefit typically require close PROVIDER supervision and are generally dispensed in an office, outpatient setting, or through an infusion agency.

REGISTERED NURSE (RN)

A nurse who has graduated from a formal program of nursing education (diploma school, associate degree or baccalaureate program) and is licensed by the appropriate state authority in the state of practice.

REHABILITATIVE THERAPY(IES)

Services and supplies both inpatient and outpatient, ordered by a DOCTOR or OTHER PROVIDER to promote the recovery of the MEMBER from an illness, disease or injury when provided by a DOCTOR, OTHER PROVIDER or professional employed by a PROVIDER licensed by the appropriate

GLOSSARY *(cont.)*

state authority in the state of practice and subject to any licensure or regulatory limitation as to location, manner or scope of practice.

- a) Occupational therapy – treatment by means of constructive activities designed and adapted to promote the restoration of the person’s ability to satisfactorily accomplish the ordinary tasks of daily living and those required by the person’s particular occupational role after such ability has been impaired by disease, injury or loss of a body part
- b) Physical therapy – treatment by physical means, hydrotherapy, heat or similar modalities, physical agents, biomechanical and neurophysiological principles and devices to relieve pain, restore maximum function and prevent disability following disease, injury or loss of body part
- c) Speech therapy – treatment for the restoration of speech impaired by disease, SURGERY, or injury; or certain significant physical CONGENITAL conditions such as cleft lip and palate; or swallowing disorders related to a specific illness or injury.

RESIDENTIAL TREATMENT FACILITY(IES)

A residential treatment is a facility that either: (1) offers treatment for patients that require close monitoring of their behavioral and clinical activities related to their chemical dependency or addiction to drugs or alcohol, or (2) offers treatment for patients that require psychiatric services for the diagnosis and treatment of MENTAL ILLNESS. All services performed must be within the scope of license or certification to be eligible for reimbursement.

RESPIRE CARE

Services provided by an alternate caregiver or facility to allow the primary caregiver time away from those activities. Respite care is provided in-home or at an alternative location for a short stay. Services include support of activities of daily living such as feeding, dressing, bathing, routine administration of medicines, and can also include intermittent skilled nursing services that the caregiver has been trained to provide.

RESTRICTED-ACCESS (STEP THERAPY) DRUGS OR DEVICES

Covered PRESCRIPTION DRUGS or devices for which reimbursement by Blue Cross NC is conditioned on: (1) Blue Cross NC’s giving CERTIFICATION to prescribe the drug or device or (2) the PROVIDER prescribing one or more alternative drugs or devices before prescribing the drug or device in question.

ROUTINE FOOT CARE

Hygiene and preventive maintenance of feet, such as trimming of corns, calluses or nails that do not usually require the skills of a qualified PROVIDER of foot care services.

SERVICE AREA

The geographic area that Blue Home with Novant Health has been approved to be sold in by the federal and/or state government. To view a list of the counties in your plan’s service

GLOSSARY *(cont.)*

area, please visit our website at **BlueConnectNC.com**. You may also contact Customer Service at the number listed on your ID CARD to find out if a county is in the service area. Your plan's service area includes the following counties: Cabarrus, Davidson, Forsyth, Mecklenburg, Rowan, Stokes, Union and Yadkin.

SEXUAL DYSFUNCTION

Any of a group of sexual disorders characterized by inhibition either of sexual desire or of the psychophysiological changes that usually characterize sexual response. Included are female sexual arousal disorder, male erectile disorder and hypoactive sexual desire disorder.

SKILLED NURSING FACILITY

A NONHOSPITAL FACILITY licensed under state law that provides skilled nursing, rehabilitative and related care where professional medical services are administered by a registered or LICENSED PRACTICAL NURSE. All services performed must be within the scope of license or certification to be eligible for reimbursement.

SPECIALIST

A DOCTOR who is recognized by Blue Cross NC as specializing in an area of medical practice.

SPECIALTY DRUG(S)

Those medications classified by Blue Cross NC that generally have unique indications or uses, or require special dosing or administration, or are typically prescribed by a SPECIALIST, or are significantly more expensive than alternative therapies. Specialty drugs may be self-administered or PROVIDER-administered and classified as GENERIC, BRAND-NAME, BIOLOGIC, or BIOSIMILAR.

STABILIZE

To provide medical care that is appropriate to prevent a material deterioration of the MEMBER'S condition, within reasonable medical certainty.

STEP THERAPY

See RESTRICTED-ACCESS (STEP THERAPY) DRUGS OR DEVICES.

SUBSCRIBER

The MEMBER who was listed on the application as the primary applicant and who is eligible and enrolled for coverage under this health benefit plan.

SURGERY

The performance of generally accepted operative and cutting procedures including specialized instrumentations, endoscopic examinations and other invasive procedures, such as:

- a) The correction of fractures and dislocations
- b) Usual and related preoperative and postoperative care

GLOSSARY *(cont.)*

c) Other procedures as reasonable and approved by Blue Cross NC.

TIER 1 DRUGS

The PRESCRIPTION DRUG tier which consists of the lowest cost tier of PRESCRIPTION DRUGS; most are GENERIC.

TIER 2 DRUGS

The PRESCRIPTION DRUG tier which consists of medium-cost PRESCRIPTION DRUGS; most are GENERIC, and some BRAND-NAME PRESCRIPTION DRUGS.

TIER 3 DRUGS

The PRESCRIPTION DRUG tier which consists of high-cost PRESCRIPTION DRUGS; most are BRAND-NAME PRESCRIPTION DRUGS.

TIER 4 DRUGS

The PRESCRIPTION DRUG tier which consists of the higher-cost PRESCRIPTION DRUGS; most are BRAND-NAME PRESCRIPTION DRUGS, and some SPECIALTY DRUGS.

TIER 5 DRUGS

The PRESCRIPTION DRUG tier which consists of some of the highest-cost PRESCRIPTION DRUGS; most are SPECIALTY DRUGS.

TIER 6 DRUGS

The PRESCRIPTION DRUG tier which consists of the highest-cost PRESCRIPTION DRUGS; most are SPECIALTY DRUGS.

TOTAL OUT-OF-POCKET LIMIT

The maximum amount listed in the "Summary of Benefits" that is payable by the MEMBER in a BENEFIT PERIOD before Blue Cross NC pays 100% of COVERED SERVICES. It consists of the out-of-pocket expense (which is the annual maximum amount of coinsurance and any copayments) plus the deductible.

URGENT CARE

Services provided for a condition that occurs suddenly and unexpectedly, requiring prompt diagnosis or treatment, such that in the absence of immediate care the individual could reasonably be expected to suffer chronic illness, prolonged impairment, or require a more hazardous treatment. Fever over 101 degrees Fahrenheit, ear infection, sprains, some lacerations and dizziness are examples of conditions that would be considered urgent.

UTILIZATION MANAGEMENT (UM)

A set of formal processes that are used to evaluate the MEDICAL NECESSITY, quality of care, cost-effectiveness and appropriateness of many health care services, including procedures, treatments, medical devices, PROVIDERS and facilities.

GLOSSARY *(cont.)*

WAITING PERIOD

The amount of time that a MEMBER must be enrolled in this health benefit plan before receiving benefits for specific services.

BLUE HOME WITH NOVANT HEALTH SUMMARY OF BENEFITS

Benefit payments are based on where services are received, how services are billed, and whether the PROVIDER is IN- or OUT-OF-NETWORK. IN-NETWORK PROVIDERS participate in the Blue Home with Novant Health network.

If you go to an OUT-OF-NETWORK PROVIDER, the following notice applies:

NOTICE: Your actual expenses for COVERED SERVICES may exceed the stated coinsurance percentage or copayment amount because actual PROVIDER charges may not be used to determine the health benefit plan’s and MEMBER’S payment obligations. For OUT-OF-NETWORK benefits, you may be required to pay for charges over the ALLOWED AMOUNT, in addition to any copayment or coinsurance amounts. **When traveling outside of North Carolina or the U.S., only EMERGENCY SERVICES will be covered at the IN-NETWORK benefit level. All other nonemergency COVERED SERVICES will be covered at the OUT-OF-NETWORK benefit level. See “OUT-OF-NETWORK Benefit Exceptions” and “Care Outside of North Carolina or the U.S.” for more information.**

| Benefits | IN-NETWORK | OUT-OF-NETWORK |
|---|------------|----------------|
| Deductibles, TOTAL OUT-OF-POCKET LIMITS, and Benefit Maximums | | |
| The following deductibles, limits, and maximums apply to the services listed below in the “Summary of Benefits” unless otherwise noted. | | |
| Deductible | | |
| Individual, per BENEFIT PERIOD | \$0 | \$1,000 |
| Family, per BENEFIT PERIOD | \$0 | \$2,000 |
| If this health benefit plan has copayments, these copayments do not apply to the BENEFIT PERIOD deductible. This health benefit plan has an embedded deductible which means you have an individual deductible and if DEPENDENTS are covered, you also have a combined family deductible. You must meet your individual deductible before benefits are payable under this health benefit plan. However, once the family deductible is met, it is met for all covered family MEMBERS. | | |
| IN-NETWORK services are credited to your IN-NETWORK deductible and OUT-OF-NETWORK services are credited to your OUT-OF-NETWORK deductible. | | |
| TOTAL OUT-OF-POCKET LIMIT | | |
| Individual, per BENEFIT PERIOD | \$650 | No Maximum |
| Family, per BENEFIT PERIOD | \$1,300 | No Maximum |
| Charges over ALLOWED AMOUNTS, including any charges over the allowable cost difference between GENERIC and BRAND-NAME drugs, premiums and charges for noncovered services | | |

| Benefits | IN-NETWORK | OUT-OF-NETWORK |
|--|--|----------------|
| <p>do not apply to the TOTAL OUT-OF-POCKET LIMIT. If you have more than one health insurance plan, amounts paid by the other health insurance plan will not apply to the TOTAL OUT-OF-POCKET LIMIT for this health benefit plan. Your TOTAL OUT-OF-POCKET LIMIT is determined by your type of coverage. This health benefits plan has an individual TOTAL OUT-OF-POCKET LIMIT and if DEPENDENTS are covered, you also have a combined family TOTAL OUT-OF-POCKET LIMIT. Once the family TOTAL OUT-OF-POCKET LIMIT is met, it is met for all MEMBERS.</p> <p>Your TOTAL OUT-OF-POCKET LIMIT has no maximum for OUT-OF-NETWORK benefits. This means when you see OUT-OF-NETWORK PROVIDERS, there will not be a limit on the amount you pay. You will continue to pay coinsurance on any allowed charges after your BENEFIT PERIOD deductible is met.</p> <p>Charges for IN-NETWORK services apply to your IN-NETWORK TOTAL OUT-OF-POCKET LIMIT and charges for OUT-OF-NETWORK services apply to your OUT-OF-NETWORK TOTAL OUT-OF-POCKET LIMIT.</p> | | |
| LIFETIME MAXIMUMS per MEMBER | Unlimited | |
| <p>Unlimited for all services, unless otherwise noted below.</p> <p>Maximums are combined IN- and OUT-OF-NETWORK, unless otherwise noted. If you exceed any LIFETIME MAXIMUM, additional services of that type are not covered. In this case, you may be responsible for the entire amount of the PROVIDER'S billed charge.</p> | | |
| INFERTILITY PRESCRIPTION DRUGS | <p>Quantity limits apply, see www.bluecrossnc.com/umdrug. PRESCRIPTION DRUGS indicated to treat INFERTILITY will be included in this benefit limit as they are approved by the U.S. Food and Drug Administration (FDA).</p> | |
| INFERTILITY Services | <p>Three ovulation induction cycles, with or without insemination, in any place of service,</p> | |
| Orthotic Devices for POSITIONAL PLAGIOCEPHALY | <p>One device (includes dynamic orthotic cranioplasty (DOC) bands and soft helmets)</p> | |
| Vein Treatment | <p>Endovenous or microfoam-sclerotherapy procedures— one procedure per limb</p> <p>Liquid-sclerotherapy tributary vein treatment— three procedures per limb</p> | |

| Benefits | IN-NETWORK | OUT-OF-NETWORK |
|---|--|----------------|
| <p>BENEFIT PERIOD MAXIMUMS per MEMBER Maximums are per BENEFIT PERIOD and combined IN- and OUT-OF-NETWORK, unless otherwise noted. Any services in excess of these benefit maximums are not COVERED SERVICES. All day and visit limits are for IN- and OUT-OF-NETWORK benefits combined.</p> | | |
| Dialysis Treatment | Three hemodialysis treatments per week, more hemodialysis treatments are available if MEDICALLY NECESSARY | |
| Evaluation and Treatment of Obesity | Four visits, applies to office and outpatient setting; these visits are separate from any nutritional counseling visits, if applicable | |
| Nutritional Counseling | 30 visits | |
| Hearing Aids | When covered, one hearing aid per hearing-impaired ear every 36 months for MEMBERS under the age of 22 | |
| Pediatric Vision Services | One routine comprehensive eye examination Either one pair of eyeglass lenses and frames or one pair of contact lenses in place of eyeglasses and certain low vision aids such as magnifiers One comprehensive low vision examination every five years and four follow-up visits in any five year period. | |
| REHABILITATIVE THERAPIES HABILITATIVE SERVICES | 30 visits for physical/occupational therapy/ chiropractic services and 30 visits for speech therapy 30 visits for physical/occupational therapy/ chiropractic services and 30 visits for speech therapy REHABILITATIVE THERAPIES and HABILITATIVE SERVICES have separate limits. All visits apply to home, office, and outpatient setting. | |
| SKILLED NURSING FACILITY | 60 days | |
| <p>PREVENTIVE CARE</p> | | |
| <p>For PREVENTIVE CARE services that are not mandated by federal or state law, benefits will depend on where the services are received. This benefit is only available for services that your PROVIDER indicates a primary diagnosis of preventive or wellness on the claim that is submitted to Blue Cross NC. Also see "PREVENTIVE CARE" in "COVERED SERVICES."</p> | | |

| Benefits | IN-NETWORK | OUT-OF-NETWORK |
|--|----------------------|----------------------|
| Federally-mandated PREVENTIVE CARE Services | No Charge | 30% after deductible |
| <p>Available in an office-based, outpatient, or ambulatory surgical setting, or URGENT CARE center. For the most up-to-date list of PREVENTIVE CARE services that are covered under federal law, including PRESCRIPTION contraceptives and certain preventive over-the-counter medications, general preventive services and screenings, immunizations, well-baby/well-child care, and women’s PREVENTIVE CARE, see our website at www.BlueCrossNC.com/preventive or call Blue Cross NC Customer Service at the number listed in “Who to Contact?” Nutritional counseling visits are covered regardless of diagnosis.</p> | | |
| State-mandated PREVENTIVE CARE Services | No Charge | 30% after deductible |
| <p>The following services are state-mandated and required to be offered both IN- and OUT-OF-NETWORK: gynecological exams, cervical cancer screening, ovarian cancer screening, screening mammograms, colorectal screening, bone mass measurement, prostate-specific antigen tests, and newborn hearing screening.</p> | | |
| <p>PROVIDER’S Office See Outpatient Services for OUTPATIENT CLINIC or HOSPITAL-based services.</p> | | |
| OFFICE VISIT Services | | |
| PRIMARY CARE PROVIDER | No Charge | 80% after deductible |
| SPECIALIST | \$20 copayment | 80% after deductible |
| <p>Includes all OFFICE VISITS for medical, INFERTILITY, REHABILITATIVE THERAPY and HABILITATIVE SERVICES, pre-natal/post-delivery care (not included in the global maternity delivery fee), obesity treatment/weight management, office SURGERY, and x-rays. Also included are infusion services received at an AMBULATORY INFUSION SUITE.</p> | | |
| Teladoc Telehealth | No Charge | Not Applicable |
| <p>Telehealth services are also available from a local IN-NETWORK or OUT-OF-NETWORK PROVIDER; see “Office Services” in “COVERED SERVICES.”</p> | | |
| Lab Tests | 50% after deductible | 80% after deductible |
| SURGERIES for the treatment of sinus disease | 50% after deductible | 80% after deductible |

| Benefits | IN-NETWORK | OUT-OF-NETWORK |
|---|----------------------|----------------------|
| See "Office Services" for information on office SURGERIES for the treatment of sinus disease. | | |
| Pediatric DENTAL SERVICES | | |
| Preventive and Diagnostic Services | No Charge | 30% after deductible |
| Basic, Major, and Orthodontic Services | 50% after deductible | 80% after deductible |
| Orthodontic Services must be CLINICALLY NECESSARY. The benefits listed above are only available for MEMBERS up to the end of the month they become age 19. | | |
| Pediatric Vision Services | | |
| Routine Eye Exams | No Charge | 30% after deductible |
| Lenses and Frames and/or Contact Lenses | 50% no deductible | |
| The benefits listed above are only available for MEMBERS up to the end of the month they become age 19. | | |
| AMERICAN INDIAN/ALASKA NATIVE PROVIDERS | | |
| If you are designated by the MARKETPLACE to be AMERICAN INDIAN/ALASKA NATIVE, federal law requires that any COVERED SERVICES provided by AMERICAN INDIAN/ALASKA NATIVE PROVIDERS will be covered at no charge to you. If you receive a referral from an AMERICAN INDIAN/ALASKA NATIVE PROVIDER to see another PROVIDER, COVERED SERVICES from that PROVIDER will also be covered at no charge to you. | | |
| URGENT CARE Centers | | |
| URGENT CARE Centers | \$20 copayment | \$40 copayment |
| Emergency Room and Ambulance | | |
| Emergency Room Visit | 50% after deductible | 50% after deductible |
| Ambulance Services | 50% after deductible | 50% after deductible |
| AMBULATORY SURGICAL CENTER | | |
| Facility and Physician Services | 50% after deductible | 80% after deductible |
| Outpatient Services | | |

| Benefits | IN-NETWORK | OUT-OF-NETWORK |
|---|----------------------|-----------------------|
| Physician, HOSPITAL, and HOSPITAL-based Services or OUTPATIENT CLINIC | 50% after deductible | 80% after deductible |
| Includes HABILITATIVE SERVICES and REHABILITATIVE THERAPIES, and OTHER THERAPIES including dialysis, obesity treatment/weight management. | | |
| Outpatient Diagnostic Services: | | |
| Outpatient lab tests, x-rays, ultrasounds, and other diagnostic tests, such as EEGs, EKGs, and pulmonary function tests | 50% after deductible | 80% after deductible |
| Outpatient diagnostic mammography (physician and HOSPITAL-based services) | No Charge | 30% after deductible |
| See PREVENTIVE CARE for coverage of screening mammograms. | | |
| Inpatient Services | | |
| Physician, HOSPITAL, and HOSPITAL-based Services | 50% after deductible | 80% after deductible |
| Includes inpatient HOSPITAL services, including, but not limited to medical, INFERTILITY, therapies, obesity treatment/weight management, transplants, maternity delivery, and surgeries. If you are in the HOSPITAL as an inpatient at the time you begin a new BENEFIT PERIOD, you may have to meet a new deductible for COVERED SERVICES from DOCTORS or OTHER PROFESSIONAL PROVIDERS. | | |
| Mental Health and Substance Use Disorder Services | | |
| Office Services | No Charge | 80% after deductible |
| Outpatient, Inpatient, and Residential Treatment Facility Services | 50% after deductible | 80% after deductible |
| SKILLED NURSING FACILITY | | |
| Facility and Physician Services | 50% after deductible | 80% after deductible |
| Other Services | | |

| Benefits | IN-NETWORK | OUT-OF-NETWORK |
|---|----------------------|----------------------|
| | 50% after deductible | 80% after deductible |
| <p>Includes blood, dental accident treatment, diabetes-related services, home health care, home infusion therapy services, HOSPICE services, private duty nursing, DURABLE MEDICAL EQUIPMENT, MEDICAL SUPPLIES (includes select diabetic supplies), orthotic devices, and PROSTHETIC APPLIANCES, as well as CT Scans, MRIs, MRAs, and PET scans done in any location, including a physician’s office.</p> | | |
| <p>CERTIFICATION Requirements</p> | | |
| <p>Certain services, regardless of the location, require PRIOR REVIEW and CERTIFICATION by Blue Cross NC in order to receive benefits. IN-NETWORK PROVIDERS in North Carolina will request PRIOR REVIEW when necessary. Otherwise, if you go to an OUT-OF-NETWORK PROVIDER in North Carolina or to any other PROVIDER outside of North Carolina or the U.S., you are responsible for ensuring that you or your PROVIDER requests PRIOR REVIEW by Blue Cross NC.</p> | | |
| <p>Failure to request PRIOR REVIEW and receive CERTIFICATION will result in a full denial of benefits. See “COVERED SERVICES” and “PRIOR REVIEW (Pre-Service)” in “UTILIZATION MANAGEMENT” for additional information.</p> | | |
| <p>Blue Cross NC delegates PRIOR REVIEW and CERTIFICATION for particular benefits to other companies not associated with Blue Cross NC. Please see https://www.BlueCrossNC.com/content/services/medical-policy/index.htm for a detailed list of these companies and benefits. While some benefits have been identified under “COVERED SERVICES,” the list of benefits and/or companies may change from time to time; for the most up-to-date information visit https://www.BlueCrossNC.com/content/services/medical-policy/index.htm.</p> | | |
| <p>To request PRIOR REVIEW, please see the numbers in “Who to Contact?”</p> | | |
| <p>PRESCRIPTION DRUGS</p> | | |
| <p>Please note: You may pay a different amount in certain situations when choosing between GENERIC and BRAND-NAME PRESCRIPTION DRUGS. If your PROVIDER requires you to take, or you decide you want, the BRAND-NAME drug on the higher tier instead of the GENERIC equivalent on the lower tier, you will pay the BRAND- NAME copayment or coinsurance plus the cost difference between the BRAND-NAME ALLOWED AMOUNT and the GENERIC ALLOWED AMOUNT. For PRESCRIPTION DRUGS received from an OUT-OF-NETWORK pharmacy, you will also pay any charges over the ALLOWED AMOUNT. See Essential Q FORMULARY at http://www.bcbsnc.com/essentialQ.</p> | | |
| <p>You may not be required to pay the difference between the BRAND-NAME ALLOWED AMOUNT and the GENERIC ALLOWED AMOUNT for certain BRAND-NAME PRESCRIPTION DRUGS, if these criteria are met: 1) the BRAND-NAME PRESCRIPTION DRUG is on the Narrow Therapeutic Index</p> | | |

| Benefits | IN-NETWORK | OUT-OF-NETWORK |
|--|----------------------|----------------------|
| <p>(NTI). See ncbop.org/faqs/Pharmacist/faq_NTIDrugs.htm for a current list of these drugs; or 2) your PROVIDER required the use of a BRAND-NAME PRESCRIPTION DRUG to treat your condition. Your PROVIDER must submit a Request for Waiver of Brand Drug for approval. Find more information at www.bluecrossnc.com/umdrug. Applicable copayment or coinsurance amounts may still apply.</p> | | |
| TIER 1 DRUGS | \$5 copayment | \$5 copayment |
| TIER 2 DRUGS | 50% after deductible | 50% after deductible |
| TIER 3 DRUGS | 50% after deductible | 50% after deductible |
| TIER 4 DRUGS | 50% after deductible | 50% after deductible |
| TIER 5 DRUGS | 50% after deductible | 50% after deductible |
| TIER 6 DRUGS | 50% after deductible | 50% after deductible |
| Diabetic Supplies, Spacers and Peak Flow Meters | 25% after deductible | 25% after deductible |
| <p>One copayment for up to a 30-day supply. 31-60-day supply is two copayments, and 61-90-day supply is three copayments. Please note: During a government issued public health emergency, the MEMBER expense may change for certain PRESCRIPTION DRUGS, reducing the out-of-pocket cost to the MEMBER. Find more information at www.bluecrossnc.com/understanding-insurance/how-drug-benefits-work/copayment-tier-definitions.</p> | | |
| <p>Preventive Over-the-Counter Medications and PRESCRIPTION contraceptive drugs and devices as listed at www.BlueCrossNC.com/preventive*</p> | No Charge | No Charge** |
| <p>*Please visit the website at www.BlueCrossNC.com/preventive or call Blue Cross NC Customer Service for guidelines on which preventive over-the-counter medications are covered and individuals who may qualify, as well as more information and any limitations that apply for contraceptives. PRESCRIPTION contraceptive drugs and devices that are not covered at the PREVENTIVE CARE benefit level will be covered according to your regular PRESCRIPTION DRUG benefits. Also see "PREVENTIVE CARE" in "COVERED SERVICES."</p> | | |
| <p>**No Charge indicates no obligation for MEMBERS to pay any portion of the ALLOWED AMOUNT. For OUT-OF-NETWORK benefits, you may be required to pay for charges over the ALLOWED AMOUNT, the difference between the ALLOWED AMOUNT and the billed charge.</p> | | |

Health and Wellness Programs

Blue Cross NC offers health and wellness programs at no additional cost to MEMBERS. These confidential programs can help MEMBERS improve their health and manage specific health care needs.

Programs provide educational materials, tools and other resources. These programs also offer benefits for members with certain conditions. Programs include:

- **Nurse Support** – provides support to MEMBERS with high-risk health conditions to better manage the daily challenges of those conditions. MEMBERS work one-on-one with a nurse by phone or digitally.
- **Maternity** – provides support to MEMBERS 18 years of age and older who are currently pregnant and through six weeks after delivery. This program offers a free mobile application called My Pregnancy to track the pregnancy, learn helpful tips on staying healthy, store appointment information, and more. Women also have access to nurses by telephone for extra support.
- **Wellness** – provides wellness programs on-line to help MEMBERS improve their health. This program includes a health assessment, virtual coaching programs, a personal health record, and a variety of tools, trackers, and newsletter articles.

Full details on these programs, including a description of what's available and how to get started, are located on our website at www.BlueCrossNC.com. To find out more about these programs log into www.BlueConnectNC.com or call Blue Cross NC Customer Service.

BLUE HOME WITH NOVANT HEALTH

Blue Cross NC MEMBER RIGHTS and RESPONSIBILITIES

As a Blue Cross and Blue Shield of North Carolina (Blue Cross NC) MEMBER, you have the right to:

- Receive information about your coverage and your rights and responsibilities as a MEMBER
- Receive, upon request, facts about your plan, including a list of DOCTORS and health care services covered
- Receive polite service and respect from Blue Cross NC
- Receive polite service and respect from the DOCTORS who are part of the Blue Cross NC networks
- Receive the reasons why Blue Cross NC denied a request for treatment or health care service, and the rules used to reach those results
- Receive, upon request, details on the rules used by Blue Cross NC to decide whether a procedure, treatment, site, equipment, drug or device needs prior approval
- Receive, upon request, a copy of Blue Cross NC's list of covered PRESCRIPTION DRUGS. You can also request updates about when a drug may become covered.
- Receive clear and correct facts to help you make your own health care choices
- Play an active part in your health care and discuss treatment options with your DOCTOR without regard to cost or benefit coverage
- Participate with practitioners in making decisions about your health care
- Expect that Blue Cross NC will take measures to keep your health information private and protect your health care records
- Voice complaints and expect a fair and quick appeals process for addressing any concerns you may have with Blue Cross NC
- Make recommendations regarding Blue Cross NC's MEMBER rights and responsibilities policies
- Receive information about Blue Cross NC, its services, its practitioners and PROVIDERS and MEMBERS' rights and responsibilities
- Be treated with respect and recognition of your dignity and right to privacy.

As a Blue Cross NC MEMBER, you should:

- Present your Blue Cross NC ID CARD each time you receive a service

Blue Cross NC MEMBER RIGHTS and RESPONSIBILITIES (cont.)

- Read your Blue Cross NC benefit booklet and all other Blue Cross NC MEMBER materials
- Call Blue Cross NC when you have a question or if the material given to you by Blue Cross NC is not clear
- Follow the course of treatment prescribed by your DOCTOR. If you choose not to comply, advise your DOCTOR.
- Provide Blue Cross NC and your DOCTORS with complete information about your illness, accident or health care issues, which may be needed in order to provide care
- Understand your health problems and participate in developing mutually agreed-upon treatment goals to the degree possible
- Make appointments for non-emergency medical care and keep your appointments. If it is necessary to cancel an appointment, give the DOCTOR's office at least 24-hours notice.
- Play an active part in your health care
- Be polite to network DOCTORS, their staff and Blue Cross NC staff
- Tell your place of work and Blue Cross NC if you have any other group coverage
- Tell your place of work about new children under your care or other family changes as soon as you can
- Protect your Blue Cross NC ID CARD from improper use
- Comply with the rules outlined in your MEMBER benefit guide.

IMPORTANT NOTICE

LIMITATIONS AND EXCLUSIONS UNDER THE NORTH CAROLINA LIFE AND HEALTH INSURANCE GUARANTY ASSOCIATION ACT

Residents of this state who purchase life insurance, annuities or health insurance should know that the insurance companies and Health Maintenance Organizations (HMOs) licensed in this state to write these types of insurance are members of the North Carolina Life and Health Insurance Guaranty Association. The purpose of this association is to assure that policyholders will be protected, within limits, in the unlikely event that a member insurer or HMO becomes financially unable to meet its obligations. If this should happen, the guaranty association will assess its other member companies for the money to pay the claims of the insured persons who live in this state and, in some cases, to keep coverage in force. The valuable extra protection provided by these insurers through the guaranty association is not unlimited, however. *And, as noted in the box below, this protection is not a substitute for consumers' care in selecting companies that are well-managed and financially stable.*

The North Carolina Life and Health Insurance Guaranty Association may not provide coverage for this policy. If coverage is provided, it may be subject to substantial limitations or exclusions, and require continued residency in North Carolina. You should not rely on coverage by the North Carolina Life and Health Insurance Guaranty Association in selecting an insurance company or in selecting an insurance policy.

Coverage is NOT provided for your policy or any portion of it that is not guaranteed by the insurer or for which you have assumed the risk, such as a variable contract sold by prospectus.

Insurance companies or their agents are required by law to give or send you this notice. *However, insurance companies and their agents are prohibited by law from using the existence of the guaranty association to induce you to purchase any kind of insurance policy.*

The North Carolina Life and Health Insurance Guaranty Association
Post Office Box 10218
Raleigh, North Carolina, 27605-0218
North Carolina Department of Insurance, Consumer Services Division
1201 Mail Service Center
Raleigh, North Carolina 27699-1201

The state law that provides for this safety-net coverage is called the North Carolina Life and Health Insurance Guaranty Association Act. *On the back of this page* is a brief summary of this law's coverages, exclusions and limits. This summary does not cover all provisions of the law; nor does it in any way change anyone's rights or obligations under the act or the rights or obligations of the guaranty association.

COVERAGE

Generally, individuals will be protected by the life and health guaranty association if they live in this state and hold a life or health insurance contract, or an annuity, or if they are insured under a group insurance contract, issued by a member insurer or HMO. The beneficiaries, payees or assignees of insured persons are protected as well, even if they live in another state.

EXCLUSIONS FROM COVERAGE

However, persons holding such policies are not protected by this association if:

- They are eligible for protection under the laws of another state (this may occur when the insolvent insurer was incorporated in another state whose guaranty association protects insureds who live outside that state);
- The insurer was not authorized to do business in this state;
- Their policy was issued by a fraternal benefit society, a mandatory state pooling plan, a mutual assessment company or similar plan in which the policyholder is subject to future assessments, or by an insurance exchange;
- They acquired rights to receive payments through a structured settlement factoring transaction.

The association also does not provide coverage for:

- Any policy or portion of a policy which is not guaranteed by the insurer or for which the individual has assumed the risk, such as a variable contract sold by prospectus;
- Any policy of reinsurance (unless an assumption certificate was issued);
- Interest rate yields that exceed the average rate specified in the law;
- Dividends;
- Experience or other credits given in connection with the administration of a policy by a group contractholder;
- Employers' plans to the extent they are self-funded (that is, not insured by an insurance company, even if an insurance company administers them);
- Unallocated annuity contracts (which give rights to group contractholders, not individuals), unless they fund a government lottery or a benefit plan of an employer, association or union, except that unallocated annuities issued to employee benefit plans protected by the Federal Pension Benefit Guaranty Corporation are not covered;
- A policy or contract commonly known as Medicare Part C, Medicare Part D, Medicaid or any regulations issued pursuant thereto.

LIMITS ON AMOUNT OF COVERAGE

The act also limits the amount the association is obligated to pay out as follows:

- (1) The guaranty association cannot pay out more than the insurance company would owe under the policy or contract.
- (2) Except as provided in (3), (4) and (5) below, the guaranty association will pay a maximum of \$300,000 per individual, per insolvency, no matter how many policies or types of policies issued by the insolvent company.
- (3) The guaranty association will pay a maximum of \$500,000 with respect to a health benefit plan.
- (4) The guaranty association will pay a maximum of \$1,000,000 with respect to the payee of a structured settlement annuity.
- (5) The guaranty association will pay a maximum of \$5,000,000 to any one unallocated annuity contract holder.

Blue Cross and Blue Shield of North Carolina (Blue Cross NC) provides free aids to service people with disabilities as well as free language services for people whose primary language is not English. Please contact the Customer Service number on the back of your ID card for assistance.

Blue Cross and Blue Shield of North Carolina (Blue Cross NC) proporciona asistencia gratuita a las personas con discapacidades, así como servicios lingüísticos gratuitos para las personas cuyo idioma principal no es el inglés. Comuníquese con el número para servicio al cliente que aparece en el reverso de su tarjeta del seguro para obtener ayuda.

