GENERAL ASSEMBLY OF NORTH CAROLINA

SESSION 1989

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SENATE BILL 895

Short Title: Clarify Medical Services Lien.

(Public)

Sponsors: Senator Daniel.

Referred to: Judiciary I.

April 17, 1989

A BILL TO BE ENTITLED

2 AN ACT TO CLARIFY THE ENFORCEABILITY OF VOLUNTARY 3 ASSIGNMENT OF PROCEEDS OF PERSONAL INJURY RECOVERIES FOR 4 RELATED MEDICAL SERVICES.

- 5 The General Assembly of North Carolina enacts:
 - Section 1. G.S. 44-50 reads as rewritten:

7 "§ 44-50. Receiving person charged with duty of retaining funds for purpose 8 stated; evidence; attorney's fees; charges.

Such a lien as provided for in G.S. 44-49 shall also attach upon all funds paid to any 9 person in compensation for or settlement of the said injuries, whether in litigation or 10 otherwise; and it shall be the duty of any person receiving the same before disbursement 11 12 thereof to retain out of any recovery or any compensation so received a sufficient amount to pay the just and bona fide claims for such drugs, medical supplies, ambulance 13 service and medical attention and/or hospital service, after having received and accepted 14 notice thereof: Provided, that evidence as to the amount of such charges shall be 15 competent in the trial of any such action: Provided, further, that nothing herein 16 contained shall be construed so as to interfere with any amount due for attorney's 17 services: Provided, further, that the lien hereinbefore provided for shall in no case. 18 exclusive of attorneys' fees, exceed fifty percent (50%) of the amount of damages 19 recovered. Provided, further, that nothing shall limit in any way the enforceability of a 20 voluntary assignment of the proceeds of a personal injury recovery, exclusive of 21 attorneys' fees and court costs, to pay for medical services received as a consequence of 22 the personal injury to which the recovery relates." 23

1 Sec. 2. This act shall become effective October 1, 1989, and shall apply to 2 injuries occurring on or after that date.