



100TH GENERAL ASSEMBLY

State of Illinois

2017 and 2018

HB5883

by Rep. Gregory Harris

SYNOPSIS AS INTRODUCED:

305 ILCS 5/12-4.42

Amends the Illinois Public Aid Code. Requires the Department of Healthcare and Family Services to contract with a vendor to perform the coordination of benefits for Medicaid fee-for-service and managed care enrollees (rather than contract with a vendor to support the Department in coordinating benefits for Medicaid enrollees). Provides that the contract with the vendor shall include, but not be limited to, a review of the following populations: persons eligible for both Medicare and Medicaid benefits (dual-eligible clients); persons enrolled in the fee-for-service medical assistance program; persons enrolled in the managed care medical assistance program; and persons eligible for benefits provided under the Children's Health Insurance Program Act. Provides that if the Department does not issue a comprehensive procurement, including both the identification of other insurance and the recovery of funds for the populations listed, and contracts with a vendor for both pieces within 3 months after the effective date of the amendatory Act, the Department's Inspector General shall procure for the identification and recovery of other insurance.

LRB100 21964 KTG 39977 b

FISCAL NOTE ACT
MAY APPLY

A BILL FOR

1 AN ACT concerning public aid.

2 **Be it enacted by the People of the State of Illinois,**
3 **represented in the General Assembly:**

4 Section 5. The Illinois Public Aid Code is amended by
5 changing Section 12-4.42 as follows:

6 (305 ILCS 5/12-4.42)

7 Sec. 12-4.42. Medicaid Revenue Maximization.

8 (a) Purpose. The General Assembly finds that there is a
9 need to make changes to the administration of services provided
10 by State and local governments in order to maximize federal
11 financial participation.

12 (b) Definitions. As used in this Section:

13 "Community Medicaid mental health services" means all
14 mental health services outlined in Part 132 of Title 59 of the
15 Illinois Administrative Code that are funded through DHS,
16 eligible for federal financial participation, and provided by a
17 community-based provider.

18 "Community-based provider" means an entity enrolled as a
19 provider pursuant to Sections 140.11 and 140.12 of Title 89 of
20 the Illinois Administrative Code and certified to provide
21 community Medicaid mental health services in accordance with
22 Part 132 of Title 59 of the Illinois Administrative Code.

23 "DCFS" means the Department of Children and Family

1 Services.

2 "Department" means the Illinois Department of Healthcare
3 and Family Services.

4 "Care facility for persons with a developmental
5 disability" means an intermediate care facility for persons
6 with an intellectual disability within the meaning of Title XIX
7 of the Social Security Act, whether public or private and
8 whether organized for profit or not-for-profit, but shall not
9 include any facility operated by the State.

10 "Care provider for persons with a developmental
11 disability" means a person conducting, operating, or
12 maintaining a care facility for persons with a developmental
13 disability. For purposes of this definition, "person" means any
14 political subdivision of the State, municipal corporation,
15 individual, firm, partnership, corporation, company, limited
16 liability company, association, joint stock association, or
17 trust, or a receiver, executor, trustee, guardian, or other
18 representative appointed by order of any court.

19 "DHS" means the Illinois Department of Human Services.

20 "Hospital" means an institution, place, building, or
21 agency located in this State that is licensed as a general
22 acute hospital by the Illinois Department of Public Health
23 under the Hospital Licensing Act, whether public or private and
24 whether organized for profit or not-for-profit.

25 "Long term care facility" means (i) a skilled nursing or
26 intermediate long term care facility, whether public or private

1 and whether organized for profit or not-for-profit, that is
2 subject to licensure by the Illinois Department of Public
3 Health under the Nursing Home Care Act, including a county
4 nursing home directed and maintained under Section 5-1005 of
5 the Counties Code, and (ii) a part of a hospital in which
6 skilled or intermediate long term care services within the
7 meaning of Title XVIII or XIX of the Social Security Act are
8 provided; except that the term "long term care facility" does
9 not include a facility operated solely as an intermediate care
10 facility for the intellectually disabled within the meaning of
11 Title XIX of the Social Security Act.

12 "Long term care provider" means (i) a person licensed by
13 the Department of Public Health to operate and maintain a
14 skilled nursing or intermediate long term care facility or (ii)
15 a hospital provider that provides skilled or intermediate long
16 term care services within the meaning of Title XVIII or XIX of
17 the Social Security Act. For purposes of this definition,
18 "person" means any political subdivision of the State,
19 municipal corporation, individual, firm, partnership,
20 corporation, company, limited liability company, association,
21 joint stock association, or trust, or a receiver, executor,
22 trustee, guardian, or other representative appointed by order
23 of any court.

24 "State-operated facility for persons with a developmental
25 disability" means an intermediate care facility for persons
26 with an intellectual disability within the meaning of Title XIX

1 of the Social Security Act operated by the State.

2 (c) Administration and deposit of Revenues. The Department
3 shall coordinate the implementation of changes required by
4 Public Act 96-1405 amongst the various State and local
5 government bodies that administer programs referred to in this
6 Section.

7 Revenues generated by program changes mandated by any
8 provision in this Section, less reasonable administrative
9 costs associated with the implementation of these program
10 changes, which would otherwise be deposited into the General
11 Revenue Fund shall be deposited into the Healthcare Provider
12 Relief Fund.

13 The Department shall issue a report to the General Assembly
14 detailing the implementation progress of Public Act 96-1405 as
15 a part of the Department's Medical Programs annual report for
16 fiscal years 2010 and 2011.

17 (d) Acceleration of payment vouchers. To the extent
18 practicable and permissible under federal law, the Department
19 shall create all vouchers for long term care facilities and
20 facilities for persons with a developmental disability for
21 dates of service in the month in which the enhanced federal
22 medical assistance percentage (FMAP) originally set forth in
23 the American Recovery and Reinvestment Act (ARRA) expires and
24 for dates of service in the month prior to that month and
25 shall, no later than the 15th of the month in which the
26 enhanced FMAP expires, submit these vouchers to the Comptroller

1 for payment.

2 The Department of Human Services shall create the necessary
3 documentation for State-operated facilities for persons with a
4 developmental disability so that the necessary data for all
5 dates of service before the expiration of the enhanced FMAP
6 originally set forth in the ARRA can be adjudicated by the
7 Department no later than the 15th of the month in which the
8 enhanced FMAP expires.

9 (e) Billing of DHS community Medicaid mental health
10 services. No later than July 1, 2011, community Medicaid mental
11 health services provided by a community-based provider must be
12 billed directly to the Department.

13 (f) DCFS Medicaid services. The Department shall work with
14 DCFS to identify existing programs, pending qualifying
15 services, that can be converted in an economically feasible
16 manner to Medicaid in order to secure federal financial
17 revenue.

18 (g) Third Party Liability ~~recoveries~~. The Department shall
19 contract with a vendor to perform the coordination of support
20 ~~the Department in coordinating~~ benefits for Medicaid
21 fee-for-service and managed care enrollees. The scope of work
22 shall include, but not be limited to, ~~at a minimum,~~ the
23 identification of other insurance for Medicaid enrollees and
24 the recovery of funds paid by the Department when another payer
25 was liable. The contract with the vendor shall include, but not
26 be limited to, a review of the following populations: persons

1 eligible for both Medicare and Medicaid benefits
2 (dual-eligible clients); persons enrolled in the
3 fee-for-service medical assistance program; persons enrolled
4 in the managed care medical assistance program; and persons
5 eligible for benefits provided under the Children's Health
6 Insurance Program Act. If the Department does not issue a
7 comprehensive procurement, including both the identification
8 of other insurance and the recovery of funds for the
9 populations listed in this subsection, and contracts with a
10 vendor for both pieces within 3 months after the effective date
11 of this amendatory Act of the 100th General Assembly, the
12 Department's Inspector General shall procure for the
13 identification and recovery of other insurance. The vendor may
14 be paid a percentage of actual cash recovered when practical
15 and subject to federal law.

16 (h) Public health departments. The Department shall
17 identify unreimbursed costs for persons covered by Medicaid who
18 are served by the Chicago Department of Public Health.

19 The Department shall assist the Chicago Department of
20 Public Health in determining total unreimbursed costs
21 associated with the provision of healthcare services to
22 Medicaid enrollees.

23 The Department shall determine and draw the maximum
24 allowable federal matching dollars associated with the cost of
25 Chicago Department of Public Health services provided to
26 Medicaid enrollees.

1 (i) Acceleration of hospital-based payments. The
2 Department shall, by the 10th day of the month in which the
3 enhanced FMAP originally set forth in the ARRA expires, create
4 vouchers for all State fiscal year 2011 hospital payments
5 exempt from the prompt payment requirements of the ARRA. The
6 Department shall submit these vouchers to the Comptroller for
7 payment.

8 (Source: P.A. 99-143, eff. 7-27-15; 100-201, eff. 8-18-17.)