



101ST GENERAL ASSEMBLY

State of Illinois

2019 and 2020

HB4122

Introduced 1/16/2020, by Rep. Tom Demmer

SYNOPSIS AS INTRODUCED:

20 ILCS 4050/7 rep.
20 ILCS 4050/7.5 new
20 ILCS 4050/15

Amends the Hospital Basic Services Preservation Act. Provides for the dissolution of the Hospital Basic Services Review Board. Provides that the Health Facilities and Services Review Board shall succeed to all of the powers, duties, rights, and property, including contractual rights and obligations, of the Hospital Basic Services Review Board. Makes conforming and other changes.

LRB101 16205 RJF 65577 b

1 AN ACT concerning State government.

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

4 (20 ILCS 4050/7 rep.)

5 Section 5. The Hospital Basic Services Preservation Act is
6 amended by repealing Section 7.

7 Section 10. The Hospital Basic Services Preservation Act is
8 amended by changing Section 15 and by adding Section 7.5 as
9 follows:

10 (20 ILCS 4050/7.5 new)

11 Sec. 7.5. Dissolution of Hospital Basic Services Review
12 Board; transfer provisions.

13 (a) The Hospital Basic Services Review Board is dissolved.
14 The Health Facilities and Services Review Board shall succeed
15 to all of the powers, duties, rights, and property, including
16 contractual rights and obligations, of the Hospital Basic
17 Services Review Board. Rules, procedures, and decisions of the
18 Hospital Basic Services Review Board in effect at the time of
19 its dissolution shall be deemed to be those of the Health
20 Facilities and Services Review Board. Matters pending before
21 the Hospital Basic Services Review Board at the time of its
22 dissolution shall continue as matters before the Health

1 Facilities and Services Review Board. The Health Facilities and
2 Services Review Board shall be deemed successor in interest to
3 the Hospital Basic Services Review Board for the purposes of
4 any pending litigation.

5 (b) Any remaining appropriations available for use by the
6 Hospital Basic Services Review Board at the time of its
7 dissolution may be expended by the Health Facilities and
8 Services Review Board.

9 (c) Persons employed by the Hospital Basic Services Review
10 Board on the date of its dissolution shall thereupon become
11 employees of the Health Facilities and Services Review Board
12 without loss of seniority or accrued benefits.

13 (20 ILCS 4050/15)

14 (For Act Repeal see Section 30)

15 Sec. 15. Basic services loans.

16 (a) Essential community hospitals seeking
17 collateralization of loans under this Act must apply to the
18 Health Facilities and Services Review Board on a form
19 prescribed by the Health Facilities and Services Review Board
20 by rule. The Health Facilities and Services Review Board shall
21 review the application and, ~~if it approves the applicant's~~
22 ~~plan, shall forward the application and its approval to the~~
23 ~~Hospital Basic Services Review Board.~~

24 (b) Upon review ~~receipt~~ of the applicant's application ~~and~~
25 ~~approval from the Health Facilities and Services Review Board,~~

1 the Health Facilities and Services Review Board ~~Hospital Basic~~
2 ~~Services Review Board~~ shall request from the applicant and the
3 applicant shall submit to the Health Facilities and Services
4 Review Board ~~Hospital Basic Services Review Board~~ all of the
5 following information:

6 (1) A copy of the hospital's last audited financial
7 statement.

8 (2) The percentage of the hospital's patients each year
9 who are Medicaid patients.

10 (3) The percentage of the hospital's patients each year
11 who are Medicare patients.

12 (4) The percentage of the hospital's patients each year
13 who are uninsured.

14 (5) The percentage of services provided by the hospital
15 each year for which the hospital expected payment but for
16 which no payment was received.

17 (6) Any other information required by the Health
18 Facilities and Services Review Board ~~Hospital Basic~~
19 ~~Services Review Board~~ by rule.

20 The Health Facilities and Services Review Board ~~Hospital Basic~~
21 ~~Services Review Board~~ shall review the applicant's original
22 application, ~~the approval of the Health Facilities and Services~~
23 ~~Review Board,~~ and the information provided by the applicant to
24 the Health Facilities and Services Review Board ~~Hospital Basic~~
25 ~~Services Review Board~~ under this Section and make a
26 recommendation to the State Treasurer to accept or deny the

1 application.

2 (c) If the Health Facilities and Services Review Board
3 ~~Hospital Basic Services Review Board~~ recommends that the
4 application be accepted, the State Treasurer may collateralize
5 the applicant's basic service loan for eligible expenses
6 related to completing, attaining, or upgrading basic services,
7 including, but not limited to, delivery, installation, staff
8 training, and other eligible expenses as defined by the State
9 Treasurer by rule. The total cost for any one project to be
10 undertaken by the applicants shall not exceed \$10,000,000 and
11 the amount of each basic services loan collateralized under
12 this Act shall not exceed \$5,000,000. Expenditures related to
13 basic service loans shall not exceed the amount available in
14 the Fund necessary to collateralize the loans. The terms of any
15 basic services loan collateralized under this Act must be
16 approved by the State Treasurer in accordance with standards
17 established by the State Treasurer by rule.

18 (Source: P.A. 96-31, eff. 6-30-09.)