

1 AN ACT concerning regulation.

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

4 Section 5. The Network Adequacy and Transparency Act is  
5 amended by changing Section 10 as follows:

6 (215 ILCS 124/10)

7 Sec. 10. Network adequacy.

8 (a) An insurer providing a network plan shall file a  
9 description of all of the following with the Director:

10 (1) The written policies and procedures for adding  
11 providers to meet patient needs based on increases in the  
12 number of beneficiaries, changes in the  
13 patient-to-provider ratio, changes in medical and health  
14 care capabilities, and increased demand for services.

15 (2) The written policies and procedures for making  
16 referrals within and outside the network.

17 (3) The written policies and procedures on how the  
18 network plan will provide 24-hour, 7-day per week access  
19 to network-affiliated primary care, emergency services,  
20 and woman's principal health care providers.

21 An insurer shall not prohibit a preferred provider from  
22 discussing any specific or all treatment options with  
23 beneficiaries irrespective of the insurer's position on those

1 treatment options or from advocating on behalf of  
2 beneficiaries within the utilization review, grievance, or  
3 appeals processes established by the insurer in accordance  
4 with any rights or remedies available under applicable State  
5 or federal law.

6 (b) Insurers must file for review a description of the  
7 services to be offered through a network plan. The description  
8 shall include all of the following:

9 (1) A geographic map of the area proposed to be served  
10 by the plan by county service area and zip code, including  
11 marked locations for preferred providers.

12 (2) As deemed necessary by the Department, the names,  
13 addresses, phone numbers, and specialties of the providers  
14 who have entered into preferred provider agreements under  
15 the network plan.

16 (3) The number of beneficiaries anticipated to be  
17 covered by the network plan.

18 (4) An Internet website and toll-free telephone number  
19 for beneficiaries and prospective beneficiaries to access  
20 current and accurate lists of preferred providers,  
21 additional information about the plan, as well as any  
22 other information required by Department rule.

23 (5) A description of how health care services to be  
24 rendered under the network plan are reasonably accessible  
25 and available to beneficiaries. The description shall  
26 address all of the following:

1 (A) the type of health care services to be  
2 provided by the network plan;

3 (B) the ratio of physicians and other providers to  
4 beneficiaries, by specialty and including primary care  
5 physicians and facility-based physicians when  
6 applicable under the contract, necessary to meet the  
7 health care needs and service demands of the currently  
8 enrolled population;

9 (C) the travel and distance standards for plan  
10 beneficiaries in county service areas; and

11 (D) a description of how the use of telemedicine,  
12 telehealth, or mobile care services may be used to  
13 partially meet the network adequacy standards, if  
14 applicable.

15 (6) A provision ensuring that whenever a beneficiary  
16 has made a good faith effort, as evidenced by accessing  
17 the provider directory, calling the network plan, and  
18 calling the provider, to utilize preferred providers for a  
19 covered service and it is determined the insurer does not  
20 have the appropriate preferred providers due to  
21 insufficient number, type, or unreasonable travel distance  
22 or delay, the insurer shall ensure, directly or  
23 indirectly, by terms contained in the payer contract, that  
24 the beneficiary will be provided the covered service at no  
25 greater cost to the beneficiary than if the service had  
26 been provided by a preferred provider. This paragraph (6)

1 does not apply to: (A) a beneficiary who willfully chooses  
2 to access a non-preferred provider for health care  
3 services available through the panel of preferred  
4 providers, or (B) a beneficiary enrolled in a health  
5 maintenance organization. In these circumstances, the  
6 contractual requirements for non-preferred provider  
7 reimbursements shall apply.

8 (7) A provision that the beneficiary shall receive  
9 emergency care coverage such that payment for this  
10 coverage is not dependent upon whether the emergency  
11 services are performed by a preferred or non-preferred  
12 provider and the coverage shall be at the same benefit  
13 level as if the service or treatment had been rendered by a  
14 preferred provider. For purposes of this paragraph (7),  
15 "the same benefit level" means that the beneficiary is  
16 provided the covered service at no greater cost to the  
17 beneficiary than if the service had been provided by a  
18 preferred provider.

19 (8) A limitation that, if the plan provides that the  
20 beneficiary will incur a penalty for failing to  
21 pre-certify inpatient hospital treatment, the penalty may  
22 not exceed \$1,000 per occurrence in addition to the plan  
23 cost sharing provisions.

24 (c) The network plan shall demonstrate to the Director a  
25 minimum ratio of providers to plan beneficiaries as required  
26 by the Department.

1           (1) The ratio of physicians or other providers to plan  
2 beneficiaries shall be established annually by the  
3 Department in consultation with the Department of Public  
4 Health based upon the guidance from the federal Centers  
5 for Medicare and Medicaid Services. The Department shall  
6 not establish ratios for vision or dental providers who  
7 provide services under dental-specific or vision-specific  
8 benefits. The Department shall consider establishing  
9 ratios for the following physicians or other providers:

10           (A) Primary Care;

11           (B) Pediatrics;

12           (C) Cardiology;

13           (D) Gastroenterology;

14           (E) General Surgery;

15           (F) Neurology;

16           (G) OB/GYN;

17           (H) Oncology/Radiation;

18           (I) Ophthalmology;

19           (J) Urology;

20           (K) Behavioral Health;

21           (L) Allergy/Immunology;

22           (M) Chiropractic;

23           (N) Dermatology;

24           (O) Endocrinology;

25           (P) Ears, Nose, and Throat (ENT)/Otolaryngology;

26           (Q) Infectious Disease;

- 1 (R) Nephrology;  
2 (S) Neurosurgery;  
3 (T) Orthopedic Surgery;  
4 (U) Physiatry/Rehabilitative;  
5 (V) Plastic Surgery;  
6 (W) Pulmonary;  
7 (X) Rheumatology;  
8 (Y) Anesthesiology;  
9 (Z) Pain Medicine;  
10 (AA) Pediatric Specialty Services;  
11 (BB) Outpatient Dialysis; and  
12 (CC) HIV.

13 (2) The Director shall establish a process for the  
14 review of the adequacy of these standards, along with an  
15 assessment of additional specialties to be included in the  
16 list under this subsection (c).

17 (d) The network plan shall demonstrate to the Director  
18 maximum travel and distance standards for plan beneficiaries,  
19 which shall be established annually by the Department in  
20 consultation with the Department of Public Health based upon  
21 the guidance from the federal Centers for Medicare and  
22 Medicaid Services. These standards shall consist of the  
23 maximum minutes or miles to be traveled by a plan beneficiary  
24 for each county type, such as large counties, metro counties,  
25 or rural counties as defined by Department rule.

26 The maximum travel time and distance standards must

1 include standards for each physician and other provider  
2 category listed for which ratios have been established.

3 The Director shall establish a process for the review of  
4 the adequacy of these standards along with an assessment of  
5 additional specialties to be included in the list under this  
6 subsection (d).

7 (d-5) (1) Every insurer shall ensure that beneficiaries  
8 have timely and proximate access to treatment for mental,  
9 emotional, nervous, or substance use disorders or conditions  
10 in accordance with the provisions of paragraph (4) of  
11 subsection (a) of Section 370c of the Illinois Insurance Code.  
12 Insurers shall use a comparable process, strategy, evidentiary  
13 standard, and other factors in the development and application  
14 of the network adequacy standards for timely and proximate  
15 access to treatment for mental, emotional, nervous, or  
16 substance use disorders or conditions and those for the access  
17 to treatment for medical and surgical conditions. As such, the  
18 network adequacy standards for timely and proximate access  
19 shall equally be applied to treatment facilities and providers  
20 for mental, emotional, nervous, or substance use disorders or  
21 conditions and specialists providing medical or surgical  
22 benefits pursuant to the parity requirements of Section 370c.1  
23 of the Illinois Insurance Code and the federal Paul Wellstone  
24 and Pete Domenici Mental Health Parity and Addiction Equity  
25 Act of 2008. Notwithstanding the foregoing, the network  
26 adequacy standards for timely and proximate access to

1 treatment for mental, emotional, nervous, or substance use  
2 disorders or conditions shall, at a minimum, satisfy the  
3 following requirements:

4 (A) For beneficiaries residing in the metropolitan  
5 counties of Cook, DuPage, Kane, Lake, McHenry, and  
6 Will, network adequacy standards for timely and  
7 proximate access to treatment for mental, emotional,  
8 nervous, or substance use disorders or conditions  
9 means a beneficiary shall not have to travel longer  
10 than 30 minutes or 30 miles from the beneficiary's  
11 residence to receive outpatient treatment for mental,  
12 emotional, nervous, or substance use disorders or  
13 conditions. Beneficiaries shall not be required to  
14 wait longer than 10 business days between requesting  
15 an initial appointment and being seen by the facility  
16 or provider of mental, emotional, nervous, or  
17 substance use disorders or conditions for outpatient  
18 treatment or to wait longer than 20 business days  
19 between requesting a repeat or follow-up appointment  
20 and being seen by the facility or provider of mental,  
21 emotional, nervous, or substance use disorders or  
22 conditions for outpatient treatment; however, subject  
23 to the protections of paragraph (3) of this  
24 subsection, a network plan shall not be held  
25 responsible if the beneficiary or provider voluntarily  
26 chooses to schedule an appointment outside of these



1           required time frames.

2           (B) For beneficiaries residing in Illinois  
3           counties other than those counties listed in  
4           subparagraph (A) of this paragraph, network adequacy  
5           standards for timely and proximate access to treatment  
6           for mental, emotional, nervous, or substance use  
7           disorders or conditions means a beneficiary shall not  
8           have to travel longer than 60 minutes or 60 miles from  
9           the beneficiary's residence to receive outpatient  
10           treatment for mental, emotional, nervous, or substance  
11           use disorders or conditions. Beneficiaries shall not  
12           be required to wait longer than 10 business days  
13           between requesting an initial appointment and being  
14           seen by the facility or provider of mental, emotional,  
15           nervous, or substance use disorders or conditions for  
16           outpatient treatment or to wait longer than 20  
17           business days between requesting a repeat or follow-up  
18           appointment and being seen by the facility or provider  
19           of mental, emotional, nervous, or substance use  
20           disorders or conditions for outpatient treatment;  
21           however, subject to the protections of paragraph (3)  
22           of this subsection, a network plan shall not be held  
23           responsible if the beneficiary or provider voluntarily  
24           chooses to schedule an appointment outside of these  
25           required time frames.

26           (2) For beneficiaries residing in all Illinois

1 counties, network adequacy standards for timely and  
2 proximate access to treatment for mental, emotional,  
3 nervous, or substance use disorders or conditions means a  
4 beneficiary shall not have to travel longer than 60  
5 minutes or 60 miles from the beneficiary's residence to  
6 receive inpatient or residential treatment for mental,  
7 emotional, nervous, or substance use disorders or  
8 conditions.

9 (3) If there is no in-network facility or provider  
10 available for a beneficiary to receive timely and  
11 proximate access to treatment for mental, emotional,  
12 nervous, or substance use disorders or conditions in  
13 accordance with the network adequacy standards outlined in  
14 this subsection, the insurer shall provide necessary  
15 exceptions to its network to ensure admission and  
16 treatment with a provider or at a treatment facility in  
17 accordance with the network adequacy standards in this  
18 subsection.

19 (e) Except for network plans solely offered as a group  
20 health plan, these ratio and time and distance standards apply  
21 to the lowest cost-sharing tier of any tiered network.

22 (f) The network plan may consider use of other health care  
23 service delivery options, such as telemedicine or telehealth,  
24 mobile clinics, and centers of excellence, or other ways of  
25 delivering care to partially meet the requirements set under  
26 this Section.

1           (g) Except for the requirements set forth in subsection  
2 (d-5), insurers ~~Insurers~~ who are not able to comply with the  
3 provider ratios and time and distance standards established by  
4 the Department may request an exception to these requirements  
5 from the Department. The Department may grant an exception in  
6 the following circumstances:

7           (1) if no providers or facilities meet the specific  
8 time and distance standard in a specific service area and  
9 the insurer (i) discloses information on the distance and  
10 travel time points that beneficiaries would have to travel  
11 beyond the required criterion to reach the next closest  
12 contracted provider outside of the service area and (ii)  
13 provides contact information, including names, addresses,  
14 and phone numbers for the next closest contracted provider  
15 or facility;

16           (2) if patterns of care in the service area do not  
17 support the need for the requested number of provider or  
18 facility type and the insurer provides data on local  
19 patterns of care, such as claims data, referral patterns,  
20 or local provider interviews, indicating where the  
21 beneficiaries currently seek this type of care or where  
22 the physicians currently refer beneficiaries, or both; or

23           (3) other circumstances deemed appropriate by the  
24 Department consistent with the requirements of this Act.

25           (h) Insurers are required to report to the Director any  
26 material change to an approved network plan within 15 days

1 after the change occurs and any change that would result in  
2 failure to meet the requirements of this Act. Upon notice from  
3 the insurer, the Director shall reevaluate the network plan's  
4 compliance with the network adequacy and transparency  
5 standards of this Act.

6 (Source: P.A. 100-502, eff. 9-15-17; 100-601, eff. 6-29-18.)

7 Section 10. The Illinois Public Aid Code is amended by  
8 changing Sections 5-16.8 and 5-30.1 as follows:

9 (305 ILCS 5/5-16.8)

10 Sec. 5-16.8. Required health benefits. The medical  
11 assistance program shall (i) provide the post-mastectomy care  
12 benefits required to be covered by a policy of accident and  
13 health insurance under Section 356t and the coverage required  
14 under Sections 356g.5, 356u, 356w, 356x, 356z.6, 356z.26,  
15 356z.29, 356z.32, 356z.33, 356z.34, and 356z.35 of the  
16 Illinois Insurance Code, ~~and~~ (ii) be subject to the provisions  
17 of Sections 356z.19, 364.01, 370c, and 370c.1 of the Illinois  
18 Insurance Code, and (iii) be subject to the provisions of  
19 subsection (d-5) of Section 10 of the Network Adequacy and  
20 Transparency Act.

21 The Department, by rule, shall adopt a model similar to  
22 the requirements of Section 356z.39 of the Illinois Insurance  
23 Code.

24 On and after July 1, 2012, the Department shall reduce any

1 rate of reimbursement for services or other payments or alter  
2 any methodologies authorized by this Code to reduce any rate  
3 of reimbursement for services or other payments in accordance  
4 with Section 5-5e.

5 To ensure full access to the benefits set forth in this  
6 Section, on and after January 1, 2016, the Department shall  
7 ensure that provider and hospital reimbursement for  
8 post-mastectomy care benefits required under this Section are  
9 no lower than the Medicare reimbursement rate.

10 (Source: P.A. 100-138, eff. 8-18-17; 100-863, eff. 8-14-18;  
11 100-1057, eff. 1-1-19; 100-1102, eff. 1-1-19; 101-81, eff.  
12 7-12-19; 101-218, eff. 1-1-20; 101-281, eff. 1-1-20; 101-371,  
13 eff. 1-1-20; 101-574, eff. 1-1-20; 101-649, eff. 7-7-20.)

14 (305 ILCS 5/5-30.1)

15 Sec. 5-30.1. Managed care protections.

16 (a) As used in this Section:

17 "Managed care organization" or "MCO" means any entity  
18 which contracts with the Department to provide services where  
19 payment for medical services is made on a capitated basis.

20 "Emergency services" include:

21 (1) emergency services, as defined by Section 10 of  
22 the Managed Care Reform and Patient Rights Act;

23 (2) emergency medical screening examinations, as  
24 defined by Section 10 of the Managed Care Reform and  
25 Patient Rights Act;

1           (3) post-stabilization medical services, as defined by  
2           Section 10 of the Managed Care Reform and Patient Rights  
3           Act; and

4           (4) emergency medical conditions, as defined by  
5           Section 10 of the Managed Care Reform and Patient Rights  
6           Act.

7           (b) As provided by Section 5-16.12, managed care  
8           organizations are subject to the provisions of the Managed  
9           Care Reform and Patient Rights Act.

10          (c) An MCO shall pay any provider of emergency services  
11          that does not have in effect a contract with the contracted  
12          Medicaid MCO. The default rate of reimbursement shall be the  
13          rate paid under Illinois Medicaid fee-for-service program  
14          methodology, including all policy adjusters, including but not  
15          limited to Medicaid High Volume Adjustments, Medicaid  
16          Percentage Adjustments, Outpatient High Volume Adjustments,  
17          and all outlier add-on adjustments to the extent such  
18          adjustments are incorporated in the development of the  
19          applicable MCO capitated rates.

20          (d) An MCO shall pay for all post-stabilization services  
21          as a covered service in any of the following situations:

22                 (1) the MCO authorized such services;

23                 (2) such services were administered to maintain the  
24                 enrollee's stabilized condition within one hour after a  
25                 request to the MCO for authorization of further  
26                 post-stabilization services;

1           (3) the MCO did not respond to a request to authorize  
2 such services within one hour;

3           (4) the MCO could not be contacted; or

4           (5) the MCO and the treating provider, if the treating  
5 provider is a non-affiliated provider, could not reach an  
6 agreement concerning the enrollee's care and an affiliated  
7 provider was unavailable for a consultation, in which case  
8 the MCO must pay for such services rendered by the  
9 treating non-affiliated provider until an affiliated  
10 provider was reached and either concurred with the  
11 treating non-affiliated provider's plan of care or assumed  
12 responsibility for the enrollee's care. Such payment shall  
13 be made at the default rate of reimbursement paid under  
14 Illinois Medicaid fee-for-service program methodology,  
15 including all policy adjusters, including but not limited  
16 to Medicaid High Volume Adjustments, Medicaid Percentage  
17 Adjustments, Outpatient High Volume Adjustments and all  
18 outlier add-on adjustments to the extent that such  
19 adjustments are incorporated in the development of the  
20 applicable MCO capitated rates.

21           (e) The following requirements apply to MCOs in  
22 determining payment for all emergency services:

23           (1) MCOs shall not impose any requirements for prior  
24 approval of emergency services.

25           (2) The MCO shall cover emergency services provided to  
26 enrollees who are temporarily away from their residence

1 and outside the contracting area to the extent that the  
2 enrollees would be entitled to the emergency services if  
3 they still were within the contracting area.

4 (3) The MCO shall have no obligation to cover medical  
5 services provided on an emergency basis that are not  
6 covered services under the contract.

7 (4) The MCO shall not condition coverage for emergency  
8 services on the treating provider notifying the MCO of the  
9 enrollee's screening and treatment within 10 days after  
10 presentation for emergency services.

11 (5) The determination of the attending emergency  
12 physician, or the provider actually treating the enrollee,  
13 of whether an enrollee is sufficiently stabilized for  
14 discharge or transfer to another facility, shall be  
15 binding on the MCO. The MCO shall cover emergency services  
16 for all enrollees whether the emergency services are  
17 provided by an affiliated or non-affiliated provider.

18 (6) The MCO's financial responsibility for  
19 post-stabilization care services it has not pre-approved  
20 ends when:

21 (A) a plan physician with privileges at the  
22 treating hospital assumes responsibility for the  
23 enrollee's care;

24 (B) a plan physician assumes responsibility for  
25 the enrollee's care through transfer;

26 (C) a contracting entity representative and the



1 treating physician reach an agreement concerning the  
2 enrollee's care; or

3 (D) the enrollee is discharged.

4 (f) Network adequacy and transparency.

5 (1) The Department shall:

6 (A) ensure that an adequate provider network is in  
7 place, taking into consideration health professional  
8 shortage areas and medically underserved areas;

9 (B) publicly release an explanation of its process  
10 for analyzing network adequacy;

11 (C) periodically ensure that an MCO continues to  
12 have an adequate network in place; ~~and~~

13 (D) require MCOs, including Medicaid Managed Care  
14 Entities as defined in Section 5-30.2, to meet  
15 provider directory requirements under Section 5-30.3;  
16 and-

17 (E) require MCOs, including Medicaid Managed Care  
18 Entities as defined in Section 5-30.2, to meet each of  
19 the requirements under subsection (d-5) of Section 10  
20 of the Network Adequacy and Transparency Act; with  
21 necessary exceptions to the MCO's network to ensure  
22 that admission and treatment with a provider or at a  
23 treatment facility in accordance with the network  
24 adequacy standards in paragraph (3) of subsection  
25 (d-5) of Section 10 of the Network Adequacy and  
26 Transparency Act is limited to providers or facilities

1           that are Medicaid certified.

2           (2) Each MCO shall confirm its receipt of information  
3 submitted specific to physician or dentist additions or  
4 physician or dentist deletions from the MCO's provider  
5 network within 3 days after receiving all required  
6 information from contracted physicians or dentists, and  
7 electronic physician and dental directories must be  
8 updated consistent with current rules as published by the  
9 Centers for Medicare and Medicaid Services or its  
10 successor agency.

11          (g) Timely payment of claims.

12           (1) The MCO shall pay a claim within 30 days of  
13 receiving a claim that contains all the essential  
14 information needed to adjudicate the claim.

15           (2) The MCO shall notify the billing party of its  
16 inability to adjudicate a claim within 30 days of  
17 receiving that claim.

18           (3) The MCO shall pay a penalty that is at least equal  
19 to the timely payment interest penalty imposed under  
20 Section 368a of the Illinois Insurance Code for any claims  
21 not timely paid.

22           (A) When an MCO is required to pay a timely payment  
23 interest penalty to a provider, the MCO must calculate  
24 and pay the timely payment interest penalty that is  
25 due to the provider within 30 days after the payment of  
26 the claim. In no event shall a provider be required to

1 request or apply for payment of any owed timely  
2 payment interest penalties.

3 (B) Such payments shall be reported separately  
4 from the claim payment for services rendered to the  
5 MCO's enrollee and clearly identified as interest  
6 payments.

7 (4) (A) The Department shall require MCOs to expedite  
8 payments to providers identified on the Department's  
9 expedited provider list, determined in accordance with 89  
10 Ill. Adm. Code 140.71(b), on a schedule at least as  
11 frequently as the providers are paid under the  
12 Department's fee-for-service expedited provider schedule.

13 (B) Compliance with the expedited provider requirement  
14 may be satisfied by an MCO through the use of a Periodic  
15 Interim Payment (PIP) program that has been mutually  
16 agreed to and documented between the MCO and the provider,  
17 and the PIP program ensures that any expedited provider  
18 receives regular and periodic payments based on prior  
19 period payment experience from that MCO. Total payments  
20 under the PIP program may be reconciled against future PIP  
21 payments on a schedule mutually agreed to between the MCO  
22 and the provider.

23 (C) The Department shall share at least monthly its  
24 expedited provider list and the frequency with which it  
25 pays providers on the expedited list.

26 (g-5) Recognizing that the rapid transformation of the

1 Illinois Medicaid program may have unintended operational  
2 challenges for both payers and providers:

3 (1) in no instance shall a medically necessary covered  
4 service rendered in good faith, based upon eligibility  
5 information documented by the provider, be denied coverage  
6 or diminished in payment amount if the eligibility or  
7 coverage information available at the time the service was  
8 rendered is later found to be inaccurate in the assignment  
9 of coverage responsibility between MCOs or the  
10 fee-for-service system, except for instances when an  
11 individual is deemed to have not been eligible for  
12 coverage under the Illinois Medicaid program; and

13 (2) the Department shall, by December 31, 2016, adopt  
14 rules establishing policies that shall be included in the  
15 Medicaid managed care policy and procedures manual  
16 addressing payment resolutions in situations in which a  
17 provider renders services based upon information obtained  
18 after verifying a patient's eligibility and coverage plan  
19 through either the Department's current enrollment system  
20 or a system operated by the coverage plan identified by  
21 the patient presenting for services:

22 (A) such medically necessary covered services  
23 shall be considered rendered in good faith;

24 (B) such policies and procedures shall be  
25 developed in consultation with industry  
26 representatives of the Medicaid managed care health

1 plans and representatives of provider associations  
2 representing the majority of providers within the  
3 identified provider industry; and

4 (C) such rules shall be published for a review and  
5 comment period of no less than 30 days on the  
6 Department's website with final rules remaining  
7 available on the Department's website.

8 The rules on payment resolutions shall include, but not be  
9 limited to:

10 (A) the extension of the timely filing period;

11 (B) retroactive prior authorizations; and

12 (C) guaranteed minimum payment rate of no less than  
13 the current, as of the date of service, fee-for-service  
14 rate, plus all applicable add-ons, when the resulting  
15 service relationship is out of network.

16 The rules shall be applicable for both MCO coverage and  
17 fee-for-service coverage.

18 If the fee-for-service system is ultimately determined to  
19 have been responsible for coverage on the date of service, the  
20 Department shall provide for an extended period for claims  
21 submission outside the standard timely filing requirements.

22 (g-6) MCO Performance Metrics Report.

23 (1) The Department shall publish, on at least a  
24 quarterly basis, each MCO's operational performance,  
25 including, but not limited to, the following categories of  
26 metrics:

1 (A) claims payment, including timeliness and  
2 accuracy;

3 (B) prior authorizations;

4 (C) grievance and appeals;

5 (D) utilization statistics;

6 (E) provider disputes;

7 (F) provider credentialing; and

8 (G) member and provider customer service.

9 (2) The Department shall ensure that the metrics  
10 report is accessible to providers online by January 1,  
11 2017.

12 (3) The metrics shall be developed in consultation  
13 with industry representatives of the Medicaid managed care  
14 health plans and representatives of associations  
15 representing the majority of providers within the  
16 identified industry.

17 (4) Metrics shall be defined and incorporated into the  
18 applicable Managed Care Policy Manual issued by the  
19 Department.

20 (g-7) MCO claims processing and performance analysis. In  
21 order to monitor MCO payments to hospital providers, pursuant  
22 to this amendatory Act of the 100th General Assembly, the  
23 Department shall post an analysis of MCO claims processing and  
24 payment performance on its website every 6 months. Such  
25 analysis shall include a review and evaluation of a  
26 representative sample of hospital claims that are rejected and

1 denied for clean and unclean claims and the top 5 reasons for  
2 such actions and timeliness of claims adjudication, which  
3 identifies the percentage of claims adjudicated within 30, 60,  
4 90, and over 90 days, and the dollar amounts associated with  
5 those claims. The Department shall post the contracted claims  
6 report required by HealthChoice Illinois on its website every  
7 3 months.

8 (g-8) Dispute resolution process. The Department shall  
9 maintain a provider complaint portal through which a provider  
10 can submit to the Department unresolved disputes with an MCO.  
11 An unresolved dispute means an MCO's decision that denies in  
12 whole or in part a claim for reimbursement to a provider for  
13 health care services rendered by the provider to an enrollee  
14 of the MCO with which the provider disagrees. Disputes shall  
15 not be submitted to the portal until the provider has availed  
16 itself of the MCO's internal dispute resolution process.  
17 Disputes that are submitted to the MCO internal dispute  
18 resolution process may be submitted to the Department of  
19 Healthcare and Family Services' complaint portal no sooner  
20 than 30 days after submitting to the MCO's internal process  
21 and not later than 30 days after the unsatisfactory resolution  
22 of the internal MCO process or 60 days after submitting the  
23 dispute to the MCO internal process. Multiple claim disputes  
24 involving the same MCO may be submitted in one complaint,  
25 regardless of whether the claims are for different enrollees,  
26 when the specific reason for non-payment of the claims

1 involves a common question of fact or policy. Within 10  
2 business days of receipt of a complaint, the Department shall  
3 present such disputes to the appropriate MCO, which shall then  
4 have 30 days to issue its written proposal to resolve the  
5 dispute. The Department may grant one 30-day extension of this  
6 time frame to one of the parties to resolve the dispute. If the  
7 dispute remains unresolved at the end of this time frame or the  
8 provider is not satisfied with the MCO's written proposal to  
9 resolve the dispute, the provider may, within 30 days, request  
10 the Department to review the dispute and make a final  
11 determination. Within 30 days of the request for Department  
12 review of the dispute, both the provider and the MCO shall  
13 present all relevant information to the Department for  
14 resolution and make individuals with knowledge of the issues  
15 available to the Department for further inquiry if needed.  
16 Within 30 days of receiving the relevant information on the  
17 dispute, or the lapse of the period for submitting such  
18 information, the Department shall issue a written decision on  
19 the dispute based on contractual terms between the provider  
20 and the MCO, contractual terms between the MCO and the  
21 Department of Healthcare and Family Services and applicable  
22 Medicaid policy. The decision of the Department shall be  
23 final. By January 1, 2020, the Department shall establish by  
24 rule further details of this dispute resolution process.  
25 Disputes between MCOs and providers presented to the  
26 Department for resolution are not contested cases, as defined



1 in Section 1-30 of the Illinois Administrative Procedure Act,  
2 conferring any right to an administrative hearing.

3 (g-9)(1) The Department shall publish annually on its  
4 website a report on the calculation of each managed care  
5 organization's medical loss ratio showing the following:

6 (A) Premium revenue, with appropriate adjustments.

7 (B) Benefit expense, setting forth the aggregate  
8 amount spent for the following:

9 (i) Direct paid claims.

10 (ii) Subcapitation payments.

11 (iii) Other claim payments.

12 (iv) Direct reserves.

13 (v) Gross recoveries.

14 (vi) Expenses for activities that improve health  
15 care quality as allowed by the Department.

16 (2) The medical loss ratio shall be calculated consistent  
17 with federal law and regulation following a claims runout  
18 period determined by the Department.

19 (g-10)(1) "Liability effective date" means the date on  
20 which an MCO becomes responsible for payment for medically  
21 necessary and covered services rendered by a provider to one  
22 of its enrollees in accordance with the contract terms between  
23 the MCO and the provider. The liability effective date shall  
24 be the later of:

25 (A) The execution date of a network participation  
26 contract agreement.

1           (B) The date the provider or its representative  
2           submits to the MCO the complete and accurate standardized  
3           roster form for the provider in the format approved by the  
4           Department.

5           (C) The provider effective date contained within the  
6           Department's provider enrollment subsystem within the  
7           Illinois Medicaid Program Advanced Cloud Technology  
8           (IMPACT) System.

9           (2) The standardized roster form may be submitted to the  
10          MCO at the same time that the provider submits an enrollment  
11          application to the Department through IMPACT.

12          (3) By October 1, 2019, the Department shall require all  
13          MCOs to update their provider directory with information for  
14          new practitioners of existing contracted providers within 30  
15          days of receipt of a complete and accurate standardized roster  
16          template in the format approved by the Department provided  
17          that the provider is effective in the Department's provider  
18          enrollment subsystem within the IMPACT system. Such provider  
19          directory shall be readily accessible for purposes of  
20          selecting an approved health care provider and comply with all  
21          other federal and State requirements.

22          (g-11) The Department shall work with relevant  
23          stakeholders on the development of operational guidelines to  
24          enhance and improve operational performance of Illinois'  
25          Medicaid managed care program, including, but not limited to,  
26          improving provider billing practices, reducing claim

1 rejections and inappropriate payment denials, and  
2 standardizing processes, procedures, definitions, and response  
3 timelines, with the goal of reducing provider and MCO  
4 administrative burdens and conflict. The Department shall  
5 include a report on the progress of these program improvements  
6 and other topics in its Fiscal Year 2020 annual report to the  
7 General Assembly.

8 (h) The Department shall not expand mandatory MCO  
9 enrollment into new counties beyond those counties already  
10 designated by the Department as of June 1, 2014 for the  
11 individuals whose eligibility for medical assistance is not  
12 the seniors or people with disabilities population until the  
13 Department provides an opportunity for accountable care  
14 entities and MCOs to participate in such newly designated  
15 counties.

16 (i) The requirements of this Section apply to contracts  
17 with accountable care entities and MCOs entered into, amended,  
18 or renewed after June 16, 2014 (the effective date of Public  
19 Act 98-651).

20 (j) Health care information released to managed care  
21 organizations. A health care provider shall release to a  
22 Medicaid managed care organization, upon request, and subject  
23 to the Health Insurance Portability and Accountability Act of  
24 1996 and any other law applicable to the release of health  
25 information, the health care information of the MCO's  
26 enrollee, if the enrollee has completed and signed a general

1 release form that grants to the health care provider  
2 permission to release the recipient's health care information  
3 to the recipient's insurance carrier.

4 (Source: P.A. 100-201, eff. 8-18-17; 100-580, eff. 3-12-18;  
5 100-587, eff. 6-4-18; 101-209, eff. 8-5-19.)