



Sen. Laura Fine

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1 AMENDMENT TO SENATE BILL 471

2 AMENDMENT NO. _____. Amend Senate Bill 471 by replacing
3 everything after the enacting clause with the following:

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.

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

5 An insurer shall not prohibit a preferred provider from
6 discussing any specific or all treatment options with
7 beneficiaries irrespective of the insurer's position on those
8 treatment options or from advocating on behalf of
9 beneficiaries within the utilization review, grievance, or
10 appeals processes established by the insurer in accordance
11 with any rights or remedies available under applicable State
12 or federal law.

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

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

19 (2) As deemed necessary by the Department, the names,
20 addresses, phone numbers, and specialties of the providers
21 who have entered into preferred provider agreements under
22 the network plan.

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

25 (4) An Internet website and toll-free telephone number
26 for beneficiaries and prospective beneficiaries to access

1 current and accurate lists of preferred providers,
2 additional information about the plan, as well as any
3 other information required by Department rule.

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

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

10 (B) the ratio of physicians and other providers to
11 beneficiaries, by specialty and including primary care
12 physicians and facility-based physicians when
13 applicable under the contract, necessary to meet the
14 health care needs and service demands of the currently
15 enrolled population;

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

18 (D) a description of how the use of telemedicine,
19 telehealth, or mobile care services may be used to
20 partially meet the network adequacy standards, if
21 applicable.

22 (6) A provision ensuring that whenever a beneficiary
23 has made a good faith effort, as evidenced by accessing
24 the provider directory, calling the network plan, and
25 calling the provider, to utilize preferred providers for a
26 covered service and it is determined the insurer does not

1 have the appropriate preferred providers due to
2 insufficient number, type, or unreasonable travel distance
3 or delay, the insurer shall ensure, directly or
4 indirectly, by terms contained in the payer contract, that
5 the beneficiary will be provided the covered service at no
6 greater cost to the beneficiary than if the service had
7 been provided by a preferred provider. This paragraph (6)
8 does not apply to: (A) a beneficiary who willfully chooses
9 to access a non-preferred provider for health care
10 services available through the panel of preferred
11 providers, or (B) a beneficiary enrolled in a health
12 maintenance organization. In these circumstances, the
13 contractual requirements for non-preferred provider
14 reimbursements shall apply.

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

26 (8) A limitation that, if the plan provides that the

1 beneficiary will incur a penalty for failing to
2 pre-certify inpatient hospital treatment, the penalty may
3 not exceed \$1,000 per occurrence in addition to the plan
4 cost sharing provisions.

5 (c) The network plan shall demonstrate to the Director a
6 minimum ratio of providers to plan beneficiaries as required
7 by the Department.

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

- 17 (A) Primary Care;
- 18 (B) Pediatrics;
- 19 (C) Cardiology;
- 20 (D) Gastroenterology;
- 21 (E) General Surgery;
- 22 (F) Neurology;
- 23 (G) OB/GYN;
- 24 (H) Oncology/Radiation;
- 25 (I) Ophthalmology;
- 26 (J) Urology;

- 1 (K) Behavioral Health;
- 2 (L) Allergy/Immunology;
- 3 (M) Chiropractic;
- 4 (N) Dermatology;
- 5 (O) Endocrinology;
- 6 (P) Ears, Nose, and Throat (ENT)/Otolaryngology;
- 7 (Q) Infectious Disease;
- 8 (R) Nephrology;
- 9 (S) Neurosurgery;
- 10 (T) Orthopedic Surgery;
- 11 (U) Physiatry/Rehabilitative;
- 12 (V) Plastic Surgery;
- 13 (W) Pulmonary;
- 14 (X) Rheumatology;
- 15 (Y) Anesthesiology;
- 16 (Z) Pain Medicine;
- 17 (AA) Pediatric Specialty Services;
- 18 (BB) Outpatient Dialysis; and
- 19 (CC) HIV.

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

24 (d) The network plan shall demonstrate to the Director
25 maximum travel and distance standards for plan beneficiaries,
26 which shall be established annually by the Department in

1 consultation with the Department of Public Health based upon
2 the guidance from the federal Centers for Medicare and
3 Medicaid Services. These standards shall consist of the
4 maximum minutes or miles to be traveled by a plan beneficiary
5 for each county type, such as large counties, metro counties,
6 or rural counties as defined by Department rule.

7 The maximum travel time and distance standards must
8 include standards for each physician and other provider
9 category listed for which ratios have been established.

10 The Director shall establish a process for the review of
11 the adequacy of these standards along with an assessment of
12 additional specialties to be included in the list under this
13 subsection (d).

14 (d-5) (1) Every insurer shall ensure that beneficiaries
15 have timely and proximate access to treatment for mental,
16 emotional, nervous, or substance use disorders or conditions
17 in accordance with the provisions of paragraph (4) of
18 subsection (a) of Section 370c of the Illinois Insurance Code.
19 Insurers shall use a comparable process, strategy, evidentiary
20 standard, and other factors in the development and application
21 of the network adequacy standards for timely and proximate
22 access to treatment for mental, emotional, nervous, or
23 substance use disorders or conditions and those for the access
24 to treatment for medical and surgical conditions. As such, the
25 network adequacy standards for timely and proximate access
26 shall equally be applied to treatment facilities and providers

1 for mental, emotional, nervous, or substance use disorders or
2 conditions and specialists providing medical or surgical
3 benefits pursuant to the parity requirements of Section 370c.1
4 of the Illinois Insurance Code and the federal Paul Wellstone
5 and Pete Domenici Mental Health Parity and Addiction Equity
6 Act of 2008. Notwithstanding the foregoing, the network
7 adequacy standards for timely and proximate access to
8 treatment for mental, emotional, nervous, or substance use
9 disorders or conditions shall, at a minimum, satisfy the
10 following requirements:

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

1 and being seen by the facility or provider of mental,
2 emotional, nervous, or substance use disorders or
3 conditions for outpatient treatment; however, subject
4 to the protections of paragraph (3) of this
5 subsection, a network plan shall not be held
6 responsible if the beneficiary or provider voluntarily
7 chooses to schedule an appointment outside of these
8 required time frames.

9 (B) For beneficiaries residing in Illinois
10 counties other than those counties listed in
11 subparagraph (A) of this paragraph, network adequacy
12 standards for timely and proximate access to treatment
13 for mental, emotional, nervous, or substance use
14 disorders or conditions means a beneficiary shall not
15 have to travel longer than 60 minutes or 60 miles from
16 the beneficiary's residence to receive outpatient
17 treatment for mental, emotional, nervous, or substance
18 use disorders or conditions. Beneficiaries shall not
19 be required to wait longer than 10 business days
20 between requesting an initial appointment and being
21 seen by the facility or provider of mental, emotional,
22 nervous, or substance use disorders or conditions for
23 outpatient treatment or to wait longer than 20
24 business days between requesting a repeat or follow-up
25 appointment and being seen by the facility or provider
26 of mental, emotional, nervous, or substance use

1 disorders or conditions for outpatient treatment;
2 however, subject to the protections of paragraph (3)
3 of this subsection, a network plan shall not be held
4 responsible if the beneficiary or provider voluntarily
5 chooses to schedule an appointment outside of these
6 required time frames.

7 (2) For beneficiaries residing in all Illinois
8 counties, network adequacy standards for timely and
9 proximate access to treatment for mental, emotional,
10 nervous, or substance use disorders or conditions means a
11 beneficiary shall not have to travel longer than 60
12 minutes or 60 miles from the beneficiary's residence to
13 receive inpatient or residential treatment for mental,
14 emotional, nervous, or substance use disorders or
15 conditions.

16 (3) If there is no in-network facility or provider
17 available for a beneficiary to receive timely and
18 proximate access to treatment for mental, emotional,
19 nervous, or substance use disorders or conditions in
20 accordance with the network adequacy standards outlined in
21 this subsection, the insurer shall provide necessary
22 exceptions to its network to ensure admission and
23 treatment with a provider or at a treatment facility in
24 accordance with the network adequacy standards in this
25 subsection.

26 (e) Except for network plans solely offered as a group

1 health plan, these ratio and time and distance standards apply
2 to the lowest cost-sharing tier of any tiered network.

3 (f) The network plan may consider use of other health care
4 service delivery options, such as telemedicine or telehealth,
5 mobile clinics, and centers of excellence, or other ways of
6 delivering care to partially meet the requirements set under
7 this Section.

8 (g) Except for the requirements set forth in subsection
9 (d-5), insurers ~~insurers~~ who are not able to comply with the
10 provider ratios and time and distance standards established by
11 the Department may request an exception to these requirements
12 from the Department. The Department may grant an exception in
13 the following circumstances:

14 (1) if no providers or facilities meet the specific
15 time and distance standard in a specific service area and
16 the insurer (i) discloses information on the distance and
17 travel time points that beneficiaries would have to travel
18 beyond the required criterion to reach the next closest
19 contracted provider outside of the service area and (ii)
20 provides contact information, including names, addresses,
21 and phone numbers for the next closest contracted provider
22 or facility;

23 (2) if patterns of care in the service area do not
24 support the need for the requested number of provider or
25 facility type and the insurer provides data on local
26 patterns of care, such as claims data, referral patterns,

1 or local provider interviews, indicating where the
2 beneficiaries currently seek this type of care or where
3 the physicians currently refer beneficiaries, or both; or

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

6 (h) Insurers are required to report to the Director any
7 material change to an approved network plan within 15 days
8 after the change occurs and any change that would result in
9 failure to meet the requirements of this Act. Upon notice from
10 the insurer, the Director shall reevaluate the network plan's
11 compliance with the network adequacy and transparency
12 standards of this Act.

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

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

16 (305 ILCS 5/5-16.8)

17 Sec. 5-16.8. Required health benefits. The medical
18 assistance program shall (i) provide the post-mastectomy care
19 benefits required to be covered by a policy of accident and
20 health insurance under Section 356t and the coverage required
21 under Sections 356g.5, 356u, 356w, 356x, 356z.6, 356z.26,
22 356z.29, 356z.32, 356z.33, 356z.34, and 356z.35 of the
23 Illinois Insurance Code, ~~and~~ (ii) be subject to the provisions
24 of Sections 356z.19, 364.01, 370c, and 370c.1 of the Illinois

1 Insurance Code, and (iii) be subject to the provisions of
2 subsection (d-5) of Section 10 of the Network Adequacy and
3 Transparency Act.

4 The Department, by rule, shall adopt a model similar to
5 the requirements of Section 356z.39 of the Illinois Insurance
6 Code.

7 On and after July 1, 2012, the Department shall reduce any
8 rate of reimbursement for services or other payments or alter
9 any methodologies authorized by this Code to reduce any rate
10 of reimbursement for services or other payments in accordance
11 with Section 5-5e.

12 To ensure full access to the benefits set forth in this
13 Section, on and after January 1, 2016, the Department shall
14 ensure that provider and hospital reimbursement for
15 post-mastectomy care benefits required under this Section are
16 no lower than the Medicare reimbursement rate.

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

21 (305 ILCS 5/5-30.1)

22 Sec. 5-30.1. Managed care protections.

23 (a) As used in this Section:

24 "Managed care organization" or "MCO" means any entity
25 which contracts with the Department to provide services where

1 payment for medical services is made on a capitated basis.

2 "Emergency services" include:

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

5 (2) emergency medical screening examinations, as
6 defined by Section 10 of the Managed Care Reform and
7 Patient Rights Act;

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

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

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

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

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

3 (1) the MCO authorized such services;

4 (2) such services were administered to maintain the
5 enrollee's stabilized condition within one hour after a
6 request to the MCO for authorization of further
7 post-stabilization services;

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

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

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

1 applicable MCO capitated rates.

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

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

6 (2) The MCO shall cover emergency services provided to
7 enrollees who are temporarily away from their residence
8 and outside the contracting area to the extent that the
9 enrollees would be entitled to the emergency services if
10 they still were within the contracting area.

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

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

18 (5) The determination of the attending emergency
19 physician, or the provider actually treating the enrollee,
20 of whether an enrollee is sufficiently stabilized for
21 discharge or transfer to another facility, shall be
22 binding on the MCO. The MCO shall cover emergency services
23 for all enrollees whether the emergency services are
24 provided by an affiliated or non-affiliated provider.

25 (6) The MCO's financial responsibility for
26 post-stabilization care services it has not pre-approved

1 ends when:

2 (A) a plan physician with privileges at the
3 treating hospital assumes responsibility for the
4 enrollee's care;

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

7 (C) a contracting entity representative and the
8 treating physician reach an agreement concerning the
9 enrollee's care; or

10 (D) the enrollee is discharged.

11 (f) Network adequacy and transparency.

12 (1) The Department shall:

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

16 (B) publicly release an explanation of its process
17 for analyzing network adequacy;

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

20 (D) require MCOs, including Medicaid Managed Care
21 Entities as defined in Section 5-30.2, to meet
22 provider directory requirements under Section 5-30.3;
23 and-

24 (E) require MCOs, including Medicaid Managed Care
25 Entities as defined in Section 5-30.2, to meet each of
26 the requirements under subsection (d-5) of Section 10

1 of the Network Adequacy and Transparency Act; with
2 necessary exceptions to the MCO's network to ensure
3 that admission and treatment with a provider or at a
4 treatment facility in accordance with the network
5 adequacy standards in paragraph (3) of subsection
6 (d-5) of Section 10 of the Network Adequacy and
7 Transparency Act is limited to providers or facilities
8 that are Medicaid certified.

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

18 (g) Timely payment of claims.

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

22 (2) The MCO shall notify the billing party of its
23 inability to adjudicate a claim within 30 days of
24 receiving that claim.

25 (3) The MCO shall pay a penalty that is at least equal
26 to the timely payment interest penalty imposed under

1 Section 368a of the Illinois Insurance Code for any claims
2 not timely paid.

3 (A) When an MCO is required to pay a timely payment
4 interest penalty to a provider, the MCO must calculate
5 and pay the timely payment interest penalty that is
6 due to the provider within 30 days after the payment of
7 the claim. In no event shall a provider be required to
8 request or apply for payment of any owed timely
9 payment interest penalties.

10 (B) Such payments shall be reported separately
11 from the claim payment for services rendered to the
12 MCO's enrollee and clearly identified as interest
13 payments.

14 (4) (A) The Department shall require MCOs to expedite
15 payments to providers identified on the Department's
16 expedited provider list, determined in accordance with 89
17 Ill. Adm. Code 140.71(b), on a schedule at least as
18 frequently as the providers are paid under the
19 Department's fee-for-service expedited provider schedule.

20 (B) Compliance with the expedited provider requirement
21 may be satisfied by an MCO through the use of a Periodic
22 Interim Payment (PIP) program that has been mutually
23 agreed to and documented between the MCO and the provider,
24 and the PIP program ensures that any expedited provider
25 receives regular and periodic payments based on prior
26 period payment experience from that MCO. Total payments

1 under the PIP program may be reconciled against future PIP
2 payments on a schedule mutually agreed to between the MCO
3 and the provider.

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

7 (g-5) Recognizing that the rapid transformation of the
8 Illinois Medicaid program may have unintended operational
9 challenges for both payers and providers:

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

20 (2) the Department shall, by December 31, 2016, adopt
21 rules establishing policies that shall be included in the
22 Medicaid managed care policy and procedures manual
23 addressing payment resolutions in situations in which a
24 provider renders services based upon information obtained
25 after verifying a patient's eligibility and coverage plan
26 through either the Department's current enrollment system

1 or a system operated by the coverage plan identified by
2 the patient presenting for services:

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

5 (B) such policies and procedures shall be
6 developed in consultation with industry
7 representatives of the Medicaid managed care health
8 plans and representatives of provider associations
9 representing the majority of providers within the
10 identified provider industry; and

11 (C) such rules shall be published for a review and
12 comment period of no less than 30 days on the
13 Department's website with final rules remaining
14 available on the Department's website.

15 The rules on payment resolutions shall include, but not be
16 limited to:

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

18 (B) retroactive prior authorizations; and

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

23 The rules shall be applicable for both MCO coverage and
24 fee-for-service coverage.

25 If the fee-for-service system is ultimately determined to
26 have been responsible for coverage on the date of service, the

1 Department shall provide for an extended period for claims
2 submission outside the standard timely filing requirements.

3 (g-6) MCO Performance Metrics Report.

4 (1) The Department shall publish, on at least a
5 quarterly basis, each MCO's operational performance,
6 including, but not limited to, the following categories of
7 metrics:

8 (A) claims payment, including timeliness and
9 accuracy;

10 (B) prior authorizations;

11 (C) grievance and appeals;

12 (D) utilization statistics;

13 (E) provider disputes;

14 (F) provider credentialing; and

15 (G) member and provider customer service.

16 (2) The Department shall ensure that the metrics
17 report is accessible to providers online by January 1,
18 2017.

19 (3) The metrics shall be developed in consultation
20 with industry representatives of the Medicaid managed care
21 health plans and representatives of associations
22 representing the majority of providers within the
23 identified industry.

24 (4) Metrics shall be defined and incorporated into the
25 applicable Managed Care Policy Manual issued by the
26 Department.

1 (g-7) MCO claims processing and performance analysis. In
2 order to monitor MCO payments to hospital providers, pursuant
3 to this amendatory Act of the 100th General Assembly, the
4 Department shall post an analysis of MCO claims processing and
5 payment performance on its website every 6 months. Such
6 analysis shall include a review and evaluation of a
7 representative sample of hospital claims that are rejected and
8 denied for clean and unclean claims and the top 5 reasons for
9 such actions and timeliness of claims adjudication, which
10 identifies the percentage of claims adjudicated within 30, 60,
11 90, and over 90 days, and the dollar amounts associated with
12 those claims. The Department shall post the contracted claims
13 report required by HealthChoice Illinois on its website every
14 3 months.

15 (g-8) Dispute resolution process. The Department shall
16 maintain a provider complaint portal through which a provider
17 can submit to the Department unresolved disputes with an MCO.
18 An unresolved dispute means an MCO's decision that denies in
19 whole or in part a claim for reimbursement to a provider for
20 health care services rendered by the provider to an enrollee
21 of the MCO with which the provider disagrees. Disputes shall
22 not be submitted to the portal until the provider has availed
23 itself of the MCO's internal dispute resolution process.
24 Disputes that are submitted to the MCO internal dispute
25 resolution process may be submitted to the Department of
26 Healthcare and Family Services' complaint portal no sooner

1 than 30 days after submitting to the MCO's internal process
2 and not later than 30 days after the unsatisfactory resolution
3 of the internal MCO process or 60 days after submitting the
4 dispute to the MCO internal process. Multiple claim disputes
5 involving the same MCO may be submitted in one complaint,
6 regardless of whether the claims are for different enrollees,
7 when the specific reason for non-payment of the claims
8 involves a common question of fact or policy. Within 10
9 business days of receipt of a complaint, the Department shall
10 present such disputes to the appropriate MCO, which shall then
11 have 30 days to issue its written proposal to resolve the
12 dispute. The Department may grant one 30-day extension of this
13 time frame to one of the parties to resolve the dispute. If the
14 dispute remains unresolved at the end of this time frame or the
15 provider is not satisfied with the MCO's written proposal to
16 resolve the dispute, the provider may, within 30 days, request
17 the Department to review the dispute and make a final
18 determination. Within 30 days of the request for Department
19 review of the dispute, both the provider and the MCO shall
20 present all relevant information to the Department for
21 resolution and make individuals with knowledge of the issues
22 available to the Department for further inquiry if needed.
23 Within 30 days of receiving the relevant information on the
24 dispute, or the lapse of the period for submitting such
25 information, the Department shall issue a written decision on
26 the dispute based on contractual terms between the provider

1 and the MCO, contractual terms between the MCO and the
2 Department of Healthcare and Family Services and applicable
3 Medicaid policy. The decision of the Department shall be
4 final. By January 1, 2020, the Department shall establish by
5 rule further details of this dispute resolution process.
6 Disputes between MCOs and providers presented to the
7 Department for resolution are not contested cases, as defined
8 in Section 1-30 of the Illinois Administrative Procedure Act,
9 conferring any right to an administrative hearing.

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

13 (A) Premium revenue, with appropriate adjustments.

14 (B) Benefit expense, setting forth the aggregate
15 amount spent for the following:

16 (i) Direct paid claims.

17 (ii) Subcapitation payments.

18 (iii) Other claim payments.

19 (iv) Direct reserves.

20 (v) Gross recoveries.

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

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

26 (g-10) (1) "Liability effective date" means the date on

1 which an MCO becomes responsible for payment for medically
2 necessary and covered services rendered by a provider to one
3 of its enrollees in accordance with the contract terms between
4 the MCO and the provider. The liability effective date shall
5 be the later of:

6 (A) The execution date of a network participation
7 contract agreement.

8 (B) The date the provider or its representative
9 submits to the MCO the complete and accurate standardized
10 roster form for the provider in the format approved by the
11 Department.

12 (C) The provider effective date contained within the
13 Department's provider enrollment subsystem within the
14 Illinois Medicaid Program Advanced Cloud Technology
15 (IMPACT) System.

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

19 (3) By October 1, 2019, the Department shall require all
20 MCOs to update their provider directory with information for
21 new practitioners of existing contracted providers within 30
22 days of receipt of a complete and accurate standardized roster
23 template in the format approved by the Department provided
24 that the provider is effective in the Department's provider
25 enrollment subsystem within the IMPACT system. Such provider
26 directory shall be readily accessible for purposes of

1 selecting an approved health care provider and comply with all
2 other federal and State requirements.

3 (g-11) The Department shall work with relevant
4 stakeholders on the development of operational guidelines to
5 enhance and improve operational performance of Illinois'
6 Medicaid managed care program, including, but not limited to,
7 improving provider billing practices, reducing claim
8 rejections and inappropriate payment denials, and
9 standardizing processes, procedures, definitions, and response
10 timelines, with the goal of reducing provider and MCO
11 administrative burdens and conflict. The Department shall
12 include a report on the progress of these program improvements
13 and other topics in its Fiscal Year 2020 annual report to the
14 General Assembly.

15 (h) The Department shall not expand mandatory MCO
16 enrollment into new counties beyond those counties already
17 designated by the Department as of June 1, 2014 for the
18 individuals whose eligibility for medical assistance is not
19 the seniors or people with disabilities population until the
20 Department provides an opportunity for accountable care
21 entities and MCOs to participate in such newly designated
22 counties.

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

1 (j) Health care information released to managed care
2 organizations. A health care provider shall release to a
3 Medicaid managed care organization, upon request, and subject
4 to the Health Insurance Portability and Accountability Act of
5 1996 and any other law applicable to the release of health
6 information, the health care information of the MCO's
7 enrollee, if the enrollee has completed and signed a general
8 release form that grants to the health care provider
9 permission to release the recipient's health care information
10 to the recipient's insurance carrier.

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