## **103RD GENERAL ASSEMBLY**

## State of Illinois

# 2023 and 2024

#### HB1384

Introduced 1/31/2023, by Rep. Kelly M. Cassidy and Joyce Mason

## SYNOPSIS AS INTRODUCED:

215 ILCS 5/356z.60 new 305 ILCS 5/5-5

from Ch. 23, par. 5-5

Amends the Accident and Health Insurance Article of the Illinois Insurance Code. Provides that a group or individual policy of accident and health insurance that is amended, delivered, issued, or renewed on or after January 1, 2025 may not deny coverage for medically necessary reconstructive services that are intended to restore physical appearance. Amends the Medical Assistance Article of the Illinois Public Aid Code. Provides that medically necessary reconstructive services that are intended to restore physical appearance shall be covered under the medical assistance program for persons who are otherwise eligible for medical assistance.

LRB103 25389 BMS 51735 b

HB1384

1

AN ACT concerning regulation.

# Be it enacted by the People of the State of Illinois, represented in the General Assembly:

4 Section 5. The Illinois Insurance Code is amended by 5 adding Section 356z.60 as follows:

(215 ILCS 5/356z.60 new) 6 7 Sec. 356z.60. Coverage for reconstructive services. (a) As used in this Section, "reconstructive services" 8 9 means treatments performed on structures of the body damaged by trauma to restore physical appearance. 10 11 (b) A group or individual policy of accident and health insurance that is amended, delivered, issued, or renewed on or 12 after January 1, 2025 may not deny coverage for medically 13 14 necessary reconstructive services that are intended to restore

15 physical appearance.

16 Section 10. The Illinois Public Aid Code is amended by 17 changing Section 5-5 as follows:

18 (305 ILCS 5/5-5) (from Ch. 23, par. 5-5)

Sec. 5-5. Medical services. The Illinois Department, by rule, shall determine the quantity and quality of and the rate of reimbursement for the medical assistance for which payment

will be authorized, and the medical services to be provided, 1 2 which may include all or part of the following: (1) inpatient hospital services; (2) outpatient hospital services; (3) other 3 laboratory and X-ray services; (4) skilled nursing home 4 5 services; (5) physicians' services whether furnished in the office, the patient's home, a hospital, a skilled nursing 6 home, or elsewhere; (6) medical care, or any other type of 7 8 remedial care furnished by licensed practitioners; (7) home 9 health care services; (8) private duty nursing service; (9) 10 clinic services; (10) dental services, including prevention 11 and treatment of periodontal disease and dental caries disease 12 for pregnant individuals, provided by an individual licensed to practice dentistry or dental surgery; for purposes of this 13 item (10), "dental services" means diagnostic, preventive, or 14 15 corrective procedures provided by or under the supervision of a dentist in the practice of his or her profession; (11) 16 17 physical therapy and related services; (12) prescribed drugs, dentures, and prosthetic devices; and eyeglasses prescribed by 18 19 a physician skilled in the diseases of the eye, or by an optometrist, whichever the person may select; (13) other 20 21 diagnostic, screening, preventive, and rehabilitative 22 services, including to ensure that the individual's need for 23 intervention or treatment of mental disorders or substance use 24 disorders or co-occurring mental health and substance use 25 disorders is determined using a uniform screening, assessment, 26 and evaluation process inclusive of criteria, for children and

adults; for purposes of this item (13), a uniform screening, 1 2 assessment, and evaluation process refers to a process that 3 includes an appropriate evaluation and, as warranted, a referral; "uniform" does not mean the use of a singular 4 5 instrument, tool, or process that all must utilize; (14) transportation and such other expenses as may be necessary; 6 7 (15) medical treatment of sexual assault survivors, as defined 8 in Section 1a of the Sexual Assault Survivors Emergency 9 Treatment Act, for injuries sustained as a result of the 10 sexual assault, including examinations and laboratory tests to 11 discover evidence which may be used in criminal proceedings 12 arising from the sexual assault; (16) the diagnosis and 13 treatment of sickle cell anemia; (16.5) services performed by 14 a chiropractic physician licensed under the Medical Practice 15 Act of 1987 and acting within the scope of his or her license, 16 including, but not limited to, chiropractic manipulative 17 treatment; and (17) any other medical care, and any other type of remedial care recognized under the laws of this State. The 18 term "any other type of remedial care" shall include nursing 19 20 care and nursing home service for persons who rely on 21 treatment by spiritual means alone through prayer for healing.

Notwithstanding any other provision of this Section, a comprehensive tobacco use cessation program that includes purchasing prescription drugs or prescription medical devices approved by the Food and Drug Administration shall be covered under the medical assistance program under this Article for

1 persons who are otherwise eligible for assistance under this 2 Article.

Notwithstanding any other provision of this Code, reproductive health care that is otherwise legal in Illinois shall be covered under the medical assistance program for persons who are otherwise eligible for medical assistance under this Article.

8 Notwithstanding any other provision of this Section, all 9 tobacco cessation medications approved by the United States 10 Food and Drug Administration and all individual and group 11 tobacco cessation counseling services and telephone-based 12 counseling services and tobacco cessation medications provided 13 through the Illinois Tobacco Quitline shall be covered under 14 the medical assistance program for persons who are otherwise 15 eligible for assistance under this Article. The Department 16 shall comply with all federal requirements necessary to obtain 17 federal financial participation, as specified in 42 CFR 433.15(b)(7), for telephone-based counseling services provided 18 19 through the Illinois Tobacco Quitline, including, but not 20 limited to: (i) entering into a memorandum of understanding or 21 interagency agreement with the Department of Public Health, as 22 administrator of the Illinois Tobacco Ouitline; and (ii) 23 developing a cost allocation plan for Medicaid-allowable Illinois Tobacco Quitline services in accordance with 45 CFR 24 95.507. 25 The Department shall submit the memorandum of 26 understanding or interagency agreement, the cost allocation

plan, and all other necessary documentation to the Centers for
 Medicare and Medicaid Services for review and approval.
 Coverage under this paragraph shall be contingent upon federal
 approval.

5 Notwithstanding any other provision of this Code, the 6 Illinois Department may not require, as a condition of payment 7 for any laboratory test authorized under this Article, that a 8 physician's handwritten signature appear on the laboratory 9 test order form. The Illinois Department may, however, impose 10 other appropriate requirements regarding laboratory test order 11 documentation.

12 Upon receipt of federal approval of an amendment to the 13 Illinois Title XIX State Plan for this purpose, the Department 14 shall authorize the Chicago Public Schools (CPS) to procure a 15 vendor or vendors to manufacture eyeqlasses for individuals 16 enrolled in a school within the CPS system. CPS shall ensure 17 that its vendor or vendors are enrolled as providers in the medical assistance program and in any capitated Medicaid 18 19 managed care entity (MCE) serving individuals enrolled in a 20 school within the CPS system. Under any contract procured under this provision, the vendor or vendors must serve only 21 22 individuals enrolled in a school within the CPS system. Claims 23 for services provided by CPS's vendor or vendors to recipients of benefits in the medical assistance program under this Code, 24 25 the Children's Health Insurance Program, or the Covering ALL 26 KIDS Health Insurance Program shall be submitted to the

Department or the MCE in which the individual is enrolled for payment and shall be reimbursed at the Department's or the MCE's established rates or rate methodologies for eyeglasses.

On and after July 1, 2012, the Department of Healthcare and Family Services may provide the following services to persons eligible for assistance under this Article who are participating in education, training or employment programs operated by the Department of Human Services as successor to the Department of Public Aid:

10 (1) dental services provided by or under the 11 supervision of a dentist; and

12 (2) eyeglasses prescribed by a physician skilled in
13 the diseases of the eye, or by an optometrist, whichever
14 the person may select.

On and after July 1, 2018, the Department of Healthcare 15 16 and Family Services shall provide dental services to any adult 17 who is otherwise eligible for assistance under the medical assistance program. As used in this paragraph, "dental 18 services" means diagnostic, preventative, restorative, or 19 20 corrective procedures, including procedures and services for 21 the prevention and treatment of periodontal disease and dental 22 caries disease, provided by an individual who is licensed to 23 practice dentistry or dental surgery or who is under the supervision of a dentist in the practice of his or her 24 25 profession.

26

On and after July 1, 2018, targeted dental services, as

set forth in Exhibit D of the Consent Decree entered by the 1 2 United States District Court for the Northern District of Illinois, Eastern Division, in the matter of Memisovski v. 3 Maram, Case No. 92 C 1982, that are provided to adults under 4 5 the medical assistance program shall be established at no less than the rates set forth in the "New Rate" column in Exhibit D 6 of the Consent Decree for targeted dental services that are 7 8 provided to persons under the age of 18 under the medical 9 assistance program.

10 Notwithstanding any other provision of this Code and 11 subject to federal approval, the Department may adopt rules to 12 allow a dentist who is volunteering his or her service at no 13 render dental services through cost to an enrolled not-for-profit health clinic without the dentist personally 14 15 enrolling as a participating provider in the medical 16 assistance program. A not-for-profit health clinic shall 17 include a public health clinic or Federally Qualified Health Center or other enrolled provider, as determined by the 18 Department, through which dental services covered under this 19 20 Section are performed. The Department shall establish a process for payment of claims for reimbursement for covered 21 22 dental services rendered under this provision.

On and after January 1, 2022, the Department of Healthcare and Family Services shall administer and regulate a school-based dental program that allows for the out-of-office delivery of preventative dental services in a school setting

to children under 19 years of age. The Department shall 1 2 establish, by rule, quidelines for participation by providers and set requirements for follow-up referral care based on the 3 requirements established in the Dental Office Reference Manual 4 5 published by the Department that establishes the requirements 6 for dentists participating in the All Kids Dental School 7 Program. Every effort shall be made by the Department when 8 developing the program requirements to consider the different 9 geographic differences of both urban and rural areas of the 10 State for initial treatment and necessary follow-up care. No 11 provider shall be charged a fee by any unit of local government 12 to participate in the school-based dental program administered 13 by the Department. Nothing in this paragraph shall be construed to limit or preempt a home rule unit's or school 14 district's authority to establish, change, or administer a 15 16 school-based dental program in addition to, or independent of, 17 school-based dental program administered the by the 18 Department.

19 The Illinois Department, by rule, may distinguish and 20 classify the medical services to be provided only in 21 accordance with the classes of persons designated in Section 22 5-2.

The Department of Healthcare and Family Services must provide coverage and reimbursement for amino acid-based elemental formulas, regardless of delivery method, for the diagnosis and treatment of (i) eosinophilic disorders and (ii)

1 short bowel syndrome when the prescribing physician has issued 2 a written order stating that the amino acid-based elemental 3 formula is medically necessary.

The Illinois Department shall authorize the provision of, and shall authorize payment for, screening by low-dose mammography for the presence of occult breast cancer for individuals 35 years of age or older who are eligible for medical assistance under this Article, as follows:

9 (A) A baseline mammogram for individuals 35 to 39 10 years of age.

(B) An annual mammogram for individuals 40 years ofage or older.

(C) A mammogram at the age and intervals considered medically necessary by the individual's health care provider for individuals under 40 years of age and having a family history of breast cancer, prior personal history of breast cancer, positive genetic testing, or other risk factors.

(D) A comprehensive ultrasound screening and MRI of an
 entire breast or breasts if a mammogram demonstrates
 heterogeneous or dense breast tissue or when medically
 necessary as determined by a physician licensed to
 practice medicine in all of its branches.

(E) A screening MRI when medically necessary, as
 determined by a physician licensed to practice medicine in
 all of its branches.

HB1384

1 (F) A diagnostic mammogram when medically necessary, 2 as determined by a physician licensed to practice medicine 3 in all its branches, advanced practice registered nurse, 4 or physician assistant.

5 The Department shall not impose a deductible, coinsurance, copayment, or any other cost-sharing requirement on the 6 7 coverage provided under this paragraph; except that this 8 sentence does not apply to coverage of diagnostic mammograms 9 to the extent such coverage would disqualify a high-deductible 10 health plan from eligibility for a health savings account 11 pursuant to Section 223 of the Internal Revenue Code (26 12 U.S.C. 223).

All screenings shall include a physical breast exam, instruction on self-examination and information regarding the frequency of self-examination and its value as a preventative tool.

17

For purposes of this Section:

18 "Diagnostic mammogram" means a mammogram obtained using 19 diagnostic mammography.

20 "Diagnostic mammography" means a method of screening that 21 is designed to evaluate an abnormality in a breast, including 22 an abnormality seen or suspected on a screening mammogram or a 23 subjective or objective abnormality otherwise detected in the 24 breast.

25 "Low-dose mammography" means the x-ray examination of the 26 breast using equipment dedicated specifically for mammography, including the x-ray tube, filter, compression device, and image receptor, with an average radiation exposure delivery of less than one rad per breast for 2 views of an average size breast. The term also includes digital mammography and includes breast tomosynthesis.

6 "Breast tomosynthesis" means a radiologic procedure that 7 involves the acquisition of projection images over the 8 stationary breast to produce cross-sectional digital 9 three-dimensional images of the breast.

10 If, at any time, the Secretary of the United States 11 Department of Health and Human Services, or its successor 12 agency, promulgates rules or regulations to be published in 13 the Federal Register or publishes a comment in the Federal Register or issues an opinion, guidance, or other action that 14 15 would require the State, pursuant to any provision of the 16 Patient Protection and Affordable Care Act (Public Law 17 111-148), including, but not limited to, 42 U.S.C. 18031(d)(3)(B) or any successor provision, to defray the cost 18 19 of any coverage for breast tomosynthesis outlined in this 20 paragraph, then the requirement that an insurer cover breast tomosynthesis is inoperative other than any such coverage 21 22 authorized under Section 1902 of the Social Security Act, 42 23 U.S.C. 1396a, and the State shall not assume any obligation for the cost of coverage for breast tomosynthesis set forth in 24 25 this paragraph.

26

On and after January 1, 2016, the Department shall ensure

1 that all networks of care for adult clients of the Department 2 include access to at least one breast imaging Center of 3 Imaging Excellence as certified by the American College of 4 Radiology.

5 On and after January 1, 2012, providers participating in a 6 quality improvement program approved by the Department shall be reimbursed for screening and diagnostic mammography at the 7 8 same rate as the Medicare program's rates, including the 9 increased reimbursement for digital mammography and, after 10 January 1, 2023 (the effective date of Public Act 102-1018) 11 this amendatory Act of the 102nd General Assembly, breast 12 tomosynthesis.

13 The Department shall convene an expert panel including 14 representatives of hospitals, free-standing mammography 15 facilities, and doctors, including radiologists, to establish 16 quality standards for mammography.

On and after January 1, 2017, providers participating in a breast cancer treatment quality improvement program approved by the Department shall be reimbursed for breast cancer treatment at a rate that is no lower than 95% of the Medicare program's rates for the data elements included in the breast cancer treatment quality program.

The Department shall convene an expert panel, including representatives of hospitals, free-standing breast cancer treatment centers, breast cancer quality organizations, and doctors, including breast surgeons, reconstructive breast

surgeons, oncologists, and primary care providers to establish
 quality standards for breast cancer treatment.

3 to federal approval, the Department Subject shall establish a rate methodology for mammography at federally 4 5 qualified health centers and other encounter-rate clinics. 6 These clinics or centers may also collaborate with other 7 hospital-based mammography facilities. By January 1, 2016, the 8 Department shall report to the General Assembly on the status 9 of the provision set forth in this paragraph.

10 The Department shall establish a methodology to remind 11 individuals who are age-appropriate for screening mammography, 12 but who have not received a mammogram within the previous 18 13 of importance benefit months, the and of screening 14 mammography. The Department shall work with experts in breast 15 cancer outreach and patient navigation to optimize these 16 reminders and shall establish a methodology for evaluating 17 their effectiveness and modifying the methodology based on the evaluation. 18

19 The Department shall establish a performance goal for 20 primary care providers with respect to their female patients 21 over age 40 receiving an annual mammogram. This performance 22 goal shall be used to provide additional reimbursement in the 23 form of a quality performance bonus to primary care providers 24 who meet that goal.

The Department shall devise a means of case-managing or patient navigation for beneficiaries diagnosed with breast

cancer. This program shall initially operate as a pilot 1 2 program in areas of the State with the highest incidence of mortality related to breast cancer. At least one pilot program 3 site shall be in the metropolitan Chicago area and at least one 4 5 site shall be outside the metropolitan Chicago area. On or after July 1, 2016, the pilot program shall be expanded to 6 include one site in western Illinois, one site in southern 7 8 Illinois, one site in central Illinois, and 4 sites within 9 metropolitan Chicago. An evaluation of the pilot program shall 10 be carried out measuring health outcomes and cost of care for 11 those served by the pilot program compared to similarly 12 situated patients who are not served by the pilot program.

13 The Department shall require all networks of care to 14 develop a means either internally or by contract with experts 15 in navigation and community outreach to navigate cancer 16 patients to comprehensive care in a timely fashion. The 17 Department shall require all networks of care to include access for patients diagnosed with cancer to at least one 18 academic commission on cancer-accredited cancer program as an 19 20 in-network covered benefit.

The Department shall provide coverage and reimbursement for a human papillomavirus (HPV) vaccine that is approved for marketing by the federal Food and Drug Administration for all persons between the ages of 9 and 45 and persons of the age of 46 and above who have been diagnosed with cervical dysplasia with a high risk of recurrence or progression. The Department

shall disallow any preauthorization requirements for the
 administration of the human papillomavirus (HPV) vaccine.

On or after July 1, 2022, individuals who are otherwise eligible for medical assistance under this Article shall receive coverage for perinatal depression screenings for the 12-month period beginning on the last day of their pregnancy. Medical assistance coverage under this paragraph shall be conditioned on the use of a screening instrument approved by the Department.

10 Any medical or health care provider shall immediately 11 recommend, to any pregnant individual who is being provided 12 prenatal services and is suspected of having a substance use 13 disorder as defined in the Substance Use Disorder Act, referral to a local substance use disorder treatment program 14 15 licensed by the Department of Human Services or to a licensed 16 hospital which provides substance abuse treatment services. 17 The Department of Healthcare and Family Services shall assure coverage for the cost of treatment of the drug abuse or 18 addiction for pregnant recipients in accordance with the 19 20 Illinois Medicaid Program in conjunction with the Department of Human Services. 21

All medical providers providing medical assistance to pregnant individuals under this Code shall receive information from the Department on the availability of services under any program providing case management services for addicted individuals, including information on appropriate referrals

1 for other social services that may be needed by addicted 2 individuals in addition to treatment for addiction.

3 The Illinois Department, in cooperation with the Departments of Human Services (as successor to the Department 4 5 of Alcoholism and Substance Abuse) and Public Health, through 6 а public awareness campaign, may provide information 7 concerning treatment for alcoholism and drug abuse and 8 addiction, prenatal health care, and other pertinent programs 9 directed at reducing the number of drug-affected infants born 10 to recipients of medical assistance.

11 Neither the Department of Healthcare and Family Services 12 nor the Department of Human Services shall sanction the 13 recipient solely on the basis of the recipient's substance 14 abuse.

15 The Illinois Department shall establish such regulations 16 governing the dispensing of health services under this Article 17 as it shall deem appropriate. The Department should seek the advice of formal professional advisory committees appointed by 18 19 the Director of the Illinois Department for the purpose of 20 providing regular advice on policy and administrative matters, information dissemination and educational activities for 21 22 medical and health care providers, and consistency in 23 procedures to the Illinois Department.

The Illinois Department may develop and contract with Partnerships of medical providers to arrange medical services for persons eligible under Section 5-2 of this Code.

Implementation of this Section may be by demonstration 1 2 projects in certain geographic areas. The Partnership shall be represented by a sponsor organization. The Department, by 3 shall develop qualifications for 4 rule, sponsors of 5 Partnerships. Nothing in this Section shall be construed to 6 require that the sponsor organization be а medical 7 organization.

8 The sponsor must negotiate formal written contracts with 9 medical providers for physician services, inpatient and 10 outpatient hospital care, home health services, treatment for 11 alcoholism and substance abuse, and other services determined 12 necessary by the Illinois Department by rule for delivery by 13 Partnerships. Physician services must include prenatal and 14 obstetrical care. The Illinois Department shall reimburse 15 medical services delivered by Partnership providers to clients 16 in target areas according to provisions of this Article and 17 the Illinois Health Finance Reform Act, except that:

(1) Physicians participating in a Partnership and
providing certain services, which shall be determined by
the Illinois Department, to persons in areas covered by
the Partnership may receive an additional surcharge for
such services.

(2) The Department may elect to consider and negotiate
 financial incentives to encourage the development of
 Partnerships and the efficient delivery of medical care.
 (3) Persons receiving medical services through

Partnerships may receive medical and case management
 services above the level usually offered through the
 medical assistance program.

Medical providers shall be required to meet certain 4 5 qualifications to participate in Partnerships to ensure the medical 6 deliverv of hiqh quality services. These 7 qualifications shall be determined by rule of the Illinois 8 may be higher than qualifications Department and for 9 participation in the medical assistance program. Partnership 10 sponsors may prescribe reasonable additional qualifications 11 for participation by medical providers, only with the prior 12 written approval of the Illinois Department.

13 Nothing in this Section shall limit the free choice of practitioners, hospitals, and other providers of medical 14 15 services by clients. In order to ensure patient freedom of 16 choice, the Illinois Department shall immediately promulgate 17 all rules and take all other necessary actions so that provided services may be accessed from therapeutically 18 certified optometrists to the full extent of the Illinois 19 20 Optometric Practice Act of 1987 without discriminating between service providers. 21

The Department shall apply for a waiver from the United States Health Care Financing Administration to allow for the implementation of Partnerships under this Section.

The Illinois Department shall require health care providers to maintain records that document the medical care

and services provided to recipients of Medical Assistance 1 2 under this Article. Such records must be retained for a period of not less than 6 years from the date of service or as 3 provided by applicable State law, whichever period is longer, 4 5 except that if an audit is initiated within the required retention period then the records must be retained until the 6 7 audit is completed and every exception is resolved. The 8 Illinois Department shall require health care providers to 9 make available, when authorized by the patient, in writing, 10 the medical records in a timely fashion to other health care 11 providers who are treating or serving persons eligible for 12 Medical Assistance under this Article. All dispensers of 13 medical services shall be required to maintain and retain business and professional records sufficient to fully and 14 15 accurately document the nature, scope, details and receipt of 16 the health care provided to persons eligible for medical 17 assistance under this Code, in accordance with regulations Illinois Department. The 18 promulgated by the rules and regulations shall require that proof of the receipt of 19 20 prescription drugs, dentures, prosthetic devices and 21 eyeglasses by eligible persons under this Section accompany 22 each claim for reimbursement submitted by the dispenser of 23 such medical services. No such claims for reimbursement shall 24 be approved for payment by the Illinois Department without such proof of receipt, unless the Illinois Department shall 25 have put into effect and shall be operating a system of 26

post-payment audit and review which shall, on a sampling 1 2 basis, be deemed adequate by the Illinois Department to assure 3 that such drugs, dentures, prosthetic devices and eyeglasses for which payment is being made are actually being received by 4 5 eligible recipients. Within 90 days after September 16, 1984 6 (the effective date of Public Act 83-1439), the Illinois 7 Department shall establish a current list of acquisition costs 8 for all prosthetic devices and any other items recognized as 9 medical equipment and supplies reimbursable under this Article 10 and shall update such list on a quarterly basis, except that 11 the acquisition costs of all prescription drugs shall be 12 updated no less frequently than every 30 days as required by 13 Section 5-5.12.

Notwithstanding any other law to the contrary, 14 the Illinois Department shall, within 365 days after July 22, 2013 15 98-104), establish 16 (the effective date of Public Act 17 procedures to permit skilled care facilities licensed under the Nursing Home Care Act to submit monthly billing claims for 18 19 reimbursement purposes. Following development of these 20 procedures, the Department shall, by July 1, 2016, test the viability of the new system and implement any necessary 21 22 operational or structural changes to its information 23 technology platforms in order to allow for the direct 24 acceptance and payment of nursing home claims.

25 Notwithstanding any other law to the contrary, the 26 Illinois Department shall, within 365 days after August 15,

1 2014 (the effective date of Public Act 98-963), establish 2 procedures to permit ID/DD facilities licensed under the ID/DD Community Care Act and MC/DD facilities licensed under the 3 MC/DD Act to submit monthly billing claims for reimbursement 4 5 purposes. Following development of these procedures, the Department shall have an additional 365 days to test the 6 7 viability of the new system and to ensure that any necessary structural 8 operational or changes to its information 9 technology platforms are implemented.

10 The Illinois Department shall require all dispensers of 11 medical services, other than an individual practitioner or 12 group of practitioners, desiring to participate in the Medical 13 Assistance program established under this Article to disclose 14 all financial, beneficial, ownership, equity, surety or other 15 interests in any and all firms, corporations, partnerships, 16 associations, business enterprises, joint ventures, agencies, 17 institutions or other legal entities providing any form of health care services in this State under this Article. 18

19 The Illinois Department may require that all dispensers of medical services desiring to participate in the medical 20 assistance program established under this Article disclose, 21 22 under such terms and conditions as the Illinois Department may 23 by rule establish, all inquiries from clients and attorneys regarding medical bills paid by the Illinois Department, which 24 25 inquiries could indicate potential existence of claims or 26 liens for the Illinois Department.

Enrollment of a vendor shall be subject to a provisional 1 2 period and shall be conditional for one year. During the 3 period of conditional enrollment, the Department may terminate the vendor's eligibility to participate in, or may disenroll 4 5 the vendor from, the medical assistance program without cause. Unless otherwise specified, such termination of eligibility or 6 disenrollment is not subject to the Department's hearing 7 8 process. However, a disenrolled vendor may reapply without 9 penalty.

10 The Department has the discretion to limit the conditional 11 enrollment period for vendors based upon category of risk of 12 the vendor.

13 Prior to enrollment and during the conditional enrollment 14 period in the medical assistance program, all vendors shall be subject to enhanced oversight, screening, and review based on 15 16 the risk of fraud, waste, and abuse that is posed by the 17 category of risk of the vendor. The Illinois Department shall establish the procedures for oversight, screening, and review, 18 which may include, but need not be limited to: criminal and 19 20 financial background checks; fingerprinting; license, certification, and authorization verifications; unscheduled or 21 22 unannounced site visits; database checks; prepayment audit 23 reviews; audits; payment caps; payment suspensions; and other screening as required by federal or State law. 24

The Department shall define or specify the following: (i) by provider notice, the "category of risk of the vendor" for

each type of vendor, which shall take into account the level of 1 2 screening applicable to a particular category of vendor under 3 federal law and regulations; (ii) by rule or provider notice, the maximum length of the conditional enrollment period for 4 5 each category of risk of the vendor; and (iii) by rule, the hearing rights, if any, afforded to a vendor in each category 6 of risk of the vendor that is terminated or disenrolled during 7 8 the conditional enrollment period.

9 To be eligible for payment consideration, a vendor's 10 payment claim or bill, either as an initial claim or as a 11 resubmitted claim following prior rejection, must be received 12 by the Illinois Department, or its fiscal intermediary, no 13 later than 180 days after the latest date on the claim on which 14 medical goods or services were provided, with the following 15 exceptions:

16 (1) In the case of a provider whose enrollment is in 17 process by the Illinois Department, the 180-day period 18 shall not begin until the date on the written notice from 19 the Illinois Department that the provider enrollment is 20 complete.

(2) In the case of errors attributable to the Illinois
Department or any of its claims processing intermediaries
which result in an inability to receive, process, or
adjudicate a claim, the 180-day period shall not begin
until the provider has been notified of the error.

26

(3) In the case of a provider for whom the Illinois

- 24 - LRB103 25389 BMS 51735 b

1

HB1384

Department initiates the monthly billing process.

2 (4) In the case of a provider operated by a unit of 3 local government with a population exceeding 3,000,000 4 when local government funds finance federal participation 5 for claims payments.

For claims for services rendered during a period for which a recipient received retroactive eligibility, claims must be filed within 180 days after the Department determines the applicant is eligible. For claims for which the Illinois Department is not the primary payer, claims must be submitted to the Illinois Department within 180 days after the final adjudication by the primary payer.

13 In the case of long term care facilities, within 120 14 calendar days of receipt by the facility of required prescreening information, new admissions with associated 15 16 admission documents shall be submitted through the Medical 17 Electronic Data Interchange (MEDI) or the Recipient Eligibility Verification (REV) System or shall be submitted 18 directly to the Department of Human Services using required 19 20 admission forms. Effective September 1, 2014, admission documents, including all prescreening information, must be 21 22 submitted through MEDI or REV. Confirmation numbers assigned 23 to an accepted transaction shall be retained by a facility to verify timely submittal. Once an admission transaction has 24 25 been completed, all resubmitted claims following prior 26 rejection are subject to receipt no later than 180 days after

- 25 - LRB103 25389 BMS 51735 b

1 the admission transaction has been completed.

2 Claims that are not submitted and received in compliance 3 with the foregoing requirements shall not be eligible for 4 payment under the medical assistance program, and the State 5 shall have no liability for payment of those claims.

To the extent consistent with applicable information and 6 privacy, security, and disclosure laws, State and federal 7 8 agencies and departments shall provide the Illinois Department 9 access to confidential and other information and data 10 necessary to perform eligibility and payment verifications and 11 other Illinois Department functions. This includes, but is not 12 limited to: information to licensure; pertaining 13 certification; earnings; immigration status; citizenship; wage 14 reporting; unearned and earned income; pension income; 15 employment; supplemental security income; social security 16 numbers; National Provider Identifier (NPI) numbers; the 17 National Practitioner Data Bank (NPDB); program and agency exclusions; taxpayer identification numbers; tax delinguency; 18 corporate information; and death records. 19

20 The Illinois Department shall enter into agreements with State agencies and departments, and is authorized to enter 21 22 into agreements with federal agencies and departments, under 23 which such agencies and departments shall share data necessary 24 for medical assistance program integrity functions and 25 oversight. The Illinois Department shall develop, in 26 cooperation with other State departments and agencies, and in

1 compliance with applicable federal laws and regulations, 2 appropriate and effective methods to share such data. At a 3 minimum, and to the extent necessary to provide data sharing, the Illinois Department shall enter into agreements with State 4 5 agencies and departments, and is authorized to enter into agreements with federal agencies and departments, including, 6 but not limited to: the Secretary of State; the Department of 7 8 Revenue; the Department of Public Health; the Department of 9 Human Services; and the Department of Financial and 10 Professional Regulation.

11 Beginning in fiscal year 2013, the Illinois Department 12 shall set forth a request for information to identify the 13 benefits of a pre-payment, post-adjudication, and post-edit claims system with the goals of streamlining claims processing 14 15 and provider reimbursement, reducing the number of pending or 16 rejected claims, and helping to ensure a more transparent 17 adjudication process through the utilization of: (i) provider data verification and provider screening technology; and (ii) 18 19 clinical code editing; and (iii) pre-pay, preor 20 post-adjudicated predictive modeling with an integrated case management system with link analysis. Such a request for 21 22 information shall not be considered as a request for proposal 23 or as an obligation on the part of the Illinois Department to take any action or acquire any products or services. 24

The Illinois Department shall establish policies, procedures, standards and criteria by rule for the

acquisition, repair and replacement of orthotic and prosthetic 1 2 devices and durable medical equipment. Such rules shall provide, but not be limited to, the following services: (1) 3 immediate repair or replacement of such devices by recipients; 4 5 and (2) rental, lease, purchase or lease-purchase of durable medical equipment in a cost-effective manner, taking into 6 7 consideration the recipient's medical prognosis, the extent of 8 the recipient's needs, and the requirements and costs for 9 maintaining such equipment. Subject to prior approval, such 10 rules shall enable a recipient to temporarily acquire and use 11 alternative or substitute devices or equipment pending repairs 12 replacements of any device or equipment previously or for such 13 authorized recipient by the Department. Notwithstanding any provision of Section 5-5f to the contrary, 14 15 the Department may, by rule, exempt certain replacement 16 wheelchair parts from prior approval and, for wheelchairs, 17 wheelchair parts, wheelchair accessories, and related seating and positioning items, determine the wholesale price by 18 methods other than actual acquisition costs. 19

The Department shall require, by rule, all providers of durable medical equipment to be accredited by an accreditation organization approved by the federal Centers for Medicare and Medicaid Services and recognized by the Department in order to bill the Department for providing durable medical equipment to recipients. No later than 15 months after the effective date of the rule adopted pursuant to this paragraph, all providers HB1384

1 must meet the accreditation requirement.

2 In order to promote environmental responsibility, meet the 3 needs of recipients and enrollees, and achieve significant cost savings, the Department, or a managed care organization 4 5 under contract with the Department, may provide recipients or managed care enrollees who have a prescription or Certificate 6 7 of Medical Necessity access to refurbished durable medical 8 under this Section (excluding prosthetic equipment and 9 orthotic devices as defined in the Orthotics, Prosthetics, and 10 Pedorthics Practice Act and complex rehabilitation technology 11 products and associated services) through the State's 12 assistive technology program's reutilization program, using 13 the Assistive Technology Professional staff with (ATP) Certification if the refurbished durable medical equipment: 14 15 (i) is available; (ii) is less expensive, including shipping 16 costs, than new durable medical equipment of the same type; 17 (iii) is able to withstand at least 3 years of use; (iv) is cleaned, disinfected, sterilized, and safe in accordance with 18 federal Food and Drug Administration regulations and guidance 19 20 governing the reprocessing of medical devices in health care 21 settings; and (v) equally meets the needs of the recipient or 22 enrollee. The reutilization program shall confirm that the 23 recipient or enrollee is not already in receipt of the same or similar equipment from another service provider, and that the 24 25 refurbished durable medical equipment equally meets the needs 26 of the recipient or enrollee. Nothing in this paragraph shall

be construed to limit recipient or enrollee choice to obtain new durable medical equipment or place any additional prior authorization conditions on enrollees of managed care organizations.

5 The Department shall execute, relative to the nursing home 6 prescreening project, written inter-agency agreements with the 7 Department of Human Services and the Department on Aging, to 8 effect the following: (i) intake procedures and common 9 eligibility criteria for those persons who are receiving 10 non-institutional services; and (ii) the establishment and 11 development of non-institutional services in areas of the 12 State where they are not currently available or are 13 undeveloped; and (iii) notwithstanding any other provision of law, subject to federal approval, on and after July 1, 2012, an 14 increase in the determination of need (DON) scores from 29 to 15 16 37 for applicants for institutional and home and 17 community-based long term care; if and only if federal approval is not granted, the Department may, in conjunction 18 with other affected agencies, implement utilization controls 19 20 or changes in benefit packages to effectuate a similar savings amount for this population; and (iv) no later than July 1, 21 22 2013, minimum level of care eligibility criteria for 23 institutional and home and community-based long term care; and (v) no later than October 1, 2013, establish procedures to 24 25 permit long term care providers access to eligibility scores for individuals with an admission date who are seeking or 26

receiving services from the long term care provider. In order 1 2 to select the minimum level of care eligibility criteria, the Governor shall establish a workgroup that includes affected 3 agency representatives and stakeholders representing the 4 5 institutional and home and community-based long term care interests. This Section shall not restrict the Department from 6 7 implementing lower level of care eligibility criteria for 8 community-based services in circumstances where federal 9 approval has been granted.

10 The Illinois Department shall develop and operate, in 11 cooperation with other State Departments and agencies and in 12 compliance with applicable federal laws and regulations, 13 appropriate and effective systems of health care evaluation 14 and programs for monitoring of utilization of health care 15 services and facilities, as it affects persons eligible for 16 medical assistance under this Code.

The Illinois Department shall report annually to the General Assembly, no later than the second Friday in April of 19 1979 and each year thereafter, in regard to:

20 (a) actual statistics and trends in utilization of
 21 medical services by public aid recipients;

(b) actual statistics and trends in the provision of
 the various medical services by medical vendors;

(c) current rate structures and proposed changes in
those rate structures for the various medical vendors; and
(d) efforts at utilization review and control by the

HB1384

1 Illinois Department.

2 The period covered by each report shall be the 3 years ending on the June 30 prior to the report. The report shall 3 include suggested legislation for consideration by the General 4 5 Assembly. The requirement for reporting to the General Assembly shall be satisfied by filing copies of the report as 6 7 required by Section 3.1 of the General Assembly Organization 8 Act, and filing such additional copies with the State 9 Government Report Distribution Center for the General Assembly 10 as is required under paragraph (t) of Section 7 of the State 11 Library Act.

Rulemaking authority to implement Public Act 95-1045, if any, is conditioned on the rules being adopted in accordance with all provisions of the Illinois Administrative Procedure Act and all rules and procedures of the Joint Committee on Administrative Rules; any purported rule not so adopted, for whatever reason, is unauthorized.

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

Because kidney transplantation can be an appropriate, cost-effective alternative to renal dialysis when medically necessary and notwithstanding the provisions of Section 1-11 of this Code, beginning October 1, 2014, the Department shall

cover kidney transplantation for noncitizens with end-stage 1 2 renal disease who are not eligible for comprehensive medical 3 benefits, who meet the residency requirements of Section 5-3 of this Code, and who would otherwise meet the financial 4 5 requirements of the appropriate class of eligible persons under Section 5-2 of this Code. To qualify for coverage of 6 7 kidney transplantation, such person must be receiving 8 emergency renal dialysis services covered by the Department. 9 Providers under this Section shall be prior approved and 10 certified by the Department to perform kidney transplantation 11 and the services under this Section shall be limited to 12 services associated with kidney transplantation.

13 Notwithstanding any other provision of this Code to the contrary, on or after July 1, 2015, all FDA approved forms of 14 15 medication assisted treatment prescribed for the treatment of 16 alcohol dependence or treatment of opioid dependence shall be 17 covered under both fee for service and managed care medical assistance programs for persons who are otherwise eligible for 18 medical assistance under this Article and shall not be subject 19 to any (1) utilization control, other than those established 20 under the American Society of Addiction Medicine patient 21 22 placement criteria, (2) prior authorization mandate, or (3) 23 lifetime restriction limit mandate.

On or after July 1, 2015, opioid antagonists prescribed for the treatment of an opioid overdose, including the medication product, administration devices, and any pharmacy

fees or hospital fees related to the dispensing, distribution, 1 2 and administration of the opioid antagonist, shall be covered 3 under the medical assistance program for persons who are otherwise eligible for medical assistance under this Article. 4 5 As used in this Section, "opioid antagonist" means a drug that binds to opioid receptors and blocks or inhibits the effect of 6 7 opioids acting on those receptors, including, but not limited 8 to, naloxone hydrochloride or any other similarly acting drug 9 approved by the U.S. Food and Drug Administration. The 10 Department shall not impose a copayment on the coverage 11 provided for naloxone hydrochloride under the medical 12 assistance program.

13 Upon federal approval, the Department shall provide 14 coverage and reimbursement for all drugs that are approved for 15 marketing by the federal Food and Drug Administration and that 16 are recommended by the federal Public Health Service or the 17 United States Centers for Disease Control and Prevention for pre-exposure prophylaxis and related pre-exposure prophylaxis 18 services, including, but not limited to, HIV and sexually 19 20 transmitted infection screening, treatment for sexually transmitted infections, medical monitoring, assorted labs, and 21 22 counseling to reduce the likelihood of HIV infection among 23 individuals who are not infected with HIV but who are at high risk of HIV infection. 24

A federally qualified health center, as defined in Section
1905(1)(2)(B) of the federal Social Security Act, shall be

reimbursed by the Department in accordance with the federally qualified health center's encounter rate for services provided to medical assistance recipients that are performed by a dental hygienist, as defined under the Illinois Dental Practice Act, working under the general supervision of a dentist and employed by a federally qualified health center.

7 Within 90 days after October 8, 2021 (the effective date 8 of Public Act 102-665), the Department shall seek federal 9 approval of a State Plan amendment to expand coverage for 10 family planning services that includes presumptive eligibility 11 to individuals whose income is at or below 208% of the federal 12 poverty level. Coverage under this Section shall be effective 13 beginning no later than December 1, 2022.

Subject to approval by the federal Centers for Medicare 14 15 and Medicaid Services of a Title XIX State Plan amendment 16 electing the Program of All-Inclusive Care for the Elderly 17 (PACE) as a State Medicaid option, as provided for by Subtitle I (commencing with Section 4801) of Title IV of the Balanced 18 19 Budget Act of 1997 (Public Law 105-33) and Part 460 20 (commencing with Section 460.2) of Subchapter E of Title 42 of the Code of Federal Regulations, PACE program services shall 21 22 become a covered benefit of the medical assistance program, 23 subject to criteria established in accordance with all 24 applicable laws.

25 Notwithstanding any other provision of this Code, 26 community-based pediatric palliative care from a trained

interdisciplinary team shall be covered under the medical
 assistance program as provided in Section 15 of the Pediatric
 Palliative Care Act.

Notwithstanding any other provision of this Code, within 4 5 12 months after June 2, 2022 (the effective date of Public Act <u>102-1037</u>) this amendatory Act of the 102nd General Assembly 6 7 subject to federal approval, acupuncture and services 8 performed by an acupuncturist licensed under the Acupuncture 9 Practice Act who is acting within the scope of his or her 10 license shall be covered under the medical assistance program. 11 The Department shall apply for any federal waiver or State 12 Plan amendment, if required, to implement this paragraph. The 13 Department may adopt any rules, including standards and 14 criteria, necessary to implement this paragraph.

Notwithstanding any other provision of this Code, 15 16 medically necessary reconstructive services that are intended 17 to restore physical appearance shall be covered under the medical assistance program for persons who are otherwise 18 19 eligible for medical assistance under this Article. As used in 20 this paragraph, "reconstructive services" means treatments performed on structures of the body damaged by trauma to 21 22 restore physical appearance.

23 (Source: P.A. 101-209, eff. 8-5-19; 101-580, eff. 1-1-20;
24 102-43, Article 30, Section 30-5, eff. 7-6-21; 102-43, Article
25 35, Section 35-5, eff. 7-6-21; 102-43, Article 55, Section
26 55-5, eff. 7-6-21; 102-95, eff. 1-1-22; 102-123, eff. 1-1-22;

HB1384 - 36 - LRB103 25389 BMS 51735 b

1 102-558, eff. 8-20-21; 102-598, eff. 1-1-22; 102-655, eff. 2 1-1-22; 102-665, eff. 10-8-21; 102-813, eff. 5-13-22; 3 102-1018, eff. 1-1-23; 102-1037, eff. 6-2-22; 102-1038 eff. 4 1-1-23; revised 12-14-22.)