



## 94TH GENERAL ASSEMBLY

## State of Illinois

# 2005 and 2006

#### HB5440

Introduced 01/27/06, by Rep. Tom Cross

### SYNOPSIS AS INTRODUCED:

305 ILCS 5/5-16

from Ch. 23, par. 5-16

Amends the Illinois Public Aid Code. Makes a technical change in a Section concerning managed care.

LRB094 17572 DRJ 52868 b

HB5440

1

AN ACT concerning public aid.

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

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

6 (305 ILCS 5/5-16) (from Ch. 23, par. 5-16)

7 Sec. 5-16. Managed Care. The The Illinois Department may develop and implement a Primary Care Sponsor System consistent 8 with the provisions of this Section. The purpose of this 9 managed care delivery system shall be to contain the costs of 10 providing medical care to Medicaid recipients by having one 11 provider responsible for managing all aspects of a recipient's 12 medical care. This managed care system shall have the following 13 14 characteristics:

(a) The Department, by rule, shall establish criteria
to determine which clients must participate in this
program;

(b) Providers participating in the program may be paid
an amount per patient per month, to be set by the Illinois
Department, for managing each recipient's medical care;

(c) Providers eligible to participate in the program shall be physicians licensed to practice medicine in all its branches, and the Illinois Department may terminate a provider's participation if the provider is determined to have failed to comply with any applicable program standard or procedure established by the Illinois Department;

27 (d) Each recipient required to participate in the 28 program must select from a panel of primary care providers 29 or networks established by the Department in their 30 communities;

31 (e) A recipient may change his designated primary care32 provider:

1 (1) when the designated source becomes 2 unavailable, as the Illinois Department shall 3 determine by rule; or

4 (2) when the designated primary care provider 5 notifies the Illinois Department that it wishes to 6 withdraw from any obligation as primary care provider; 7 or

8 (3) in other situations, as the Illinois
9 Department shall provide by rule;

10 (f) The Illinois Department shall, by rule, establish 11 procedures for providing medical services when the 12 designated source becomes unavailable or wishes to 13 withdraw from any obligation as primary care provider taking into consideration the need for emergency or 14 temporary medical assistance and ensuring 15 that the 16 recipient has continuous and unrestricted access to 17 medical care from the date on which such unavailability or withdrawal becomes effective until such time as 18 the 19 recipient designates a primary care source;

20 Only medical care services authorized (q) by а recipient's designated provider, except 21 for emergency services, services performed by a provider that is owned or 22 23 operated by a county and that provides non-emergency services without regard to ability to pay and such other 24 25 services as provided by the Illinois Department, shall be subject to payment by the Illinois Department. The Illinois 26 27 Department shall enter into an intergovernmental agreement 28 with each county that owns or operates such a provider to 29 develop and implement policies to minimize the provision of 30 medical care services provided by county owned or operated 31 providers pursuant to the foregoing exception.

32 The Illinois Department shall seek and obtain necessary 33 authorization provided under federal law to implement such a 34 program including the waiver of any federal regulations.

35 The Illinois Department may implement the amendatory 36 changes to this Section made by this amendatory Act of 1991 - 3 - LRB094 17572 DRJ 52868 b

through the use of emergency rules in accordance with the provisions of Section 5.02 of the Illinois Administrative Procedure Act. For purposes of the Illinois Administrative Procedure Act, the adoption of rules to implement the amendatory changes to this Section made by this amendatory Act of 1991 shall be deemed an emergency and necessary for the public interest, safety and welfare.

8 The Illinois Department may establish a managed care system 9 demonstration program, on a limited basis, as described in this 10 Section. The demonstration program shall terminate on June 30, 11 1997. Within 30 days after the end of each year of the 12 demonstration program's operation, the Illinois Department 13 shall report to the Governor and the General Assembly 14 concerning the operation of the demonstration program.

15 (Source: P.A. 87-14; 88-490.)

HB5440