

HR1233 LRB094 20366 DRJ 58491 r

1 HOUSE RESOLUTION

6

7

8

9

10

11

17

18

19

20

21

25

26

27

WHEREAS, Medical schedule reports from the Department of
Healthcare and Family Services state that as of April 7, 2006
nearly \$1.5 billion dollars in unpaid Medicaid claims are
pending; and

WHEREAS, Because Illinois is so far behind on paying Medicaid bills, doctors, pharmacies, hospitals, and other medical providers are faced with the decision to limit care provided to Medicaid-covered individuals or find ways to remain economically viable such as securing loans and exhausting lines of credit; and

12 WHEREAS, The amount of unpaid Medicaid bills at the end of 13 FY 2006 is expected to continue to grow to a total of \$1.8 14 billion, representing the highest level of unpaid Medicaid 15 bills ever pushed off by the State of Illinois into the next 16 fiscal year; and

WHEREAS, The payment cycle for Medicaid providers is expected to grow to an average of 79 days by the end of FY 2006, and the cycle for non-expedited providers will be considerably higher considering that some providers are promised payments based on a 30-day payment cycle; and

22 WHEREAS, The FY 2006 budget under-funded pensions by \$1.2 23 billion compared to the funding schedule established by the 24 1995 Pension Funding Law; and

WHEREAS, Estimates indicate that the FY 2007 budget will under-fund pensions by another \$1.1 billion, bringing the two-year pension diversion to a total of \$2.3 billion; and

WHEREAS, Even though \$2.3 billion in funding has been diverted from the funding of pensions, the Medicaid payment

- 1 cycle and bills on hand at the end of the fiscal year have
- 2 increased for FY 2006 and in the proposed budget for FY 2007;
- 3 and

7

WHEREAS, At the same time that Medicaid bills go unpaid and pensions go under-funded, recent budgets have contained funding for member initiatives and special add-on projects

benefiting only a small portion of the State; therefore, be it

- 8 RESOLVED, ΒY THE HOUSE OF REPRESENTATIVES ΟF NINETY-FOURTH GENERAL ASSEMBLY OF THE STATE OF ILLINOIS, that 9 10 until sufficient funding is appropriated to bring the Medicaid 11 payments cycle down to an average of 30 days and pensions are funded based on a funding schedule consistent with the 12 13 guidelines of the original 1995 Pension Funding Law, future 14 budgets should not contain appropriations for member 15 initiatives or special add-on projects benefiting only a small portion of the State; and be it further 16
- 17 RESOLVED, That a suitable copy of this resolution be 18 presented to the Governor of the State of Illinois.