

95TH GENERAL ASSEMBLY State of Illinois 2007 and 2008 HB1444

Introduced 2/21/2007, by Rep. Frank J. Mautino

SYNOPSIS AS INTRODUCED:

215 ILCS 5/352

from Ch. 73, par. 964

Amends the Illinois Insurance Code. Makes a technical change in a Section concerning the scope of the Article.

LRB095 09660 KBJ 29860 b

1 AN ACT concerning insurance.

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

- Section 5. The Illinois Insurance Code is amended by changing Section 352 as follows:
- 6 (215 ILCS 5/352) (from Ch. 73, par. 964)
- 7 Sec. 352. Scope of Article.
- 8 (a) Except as provided in subsections (b), (c), (d), and
- 9 (e), this this Article shall apply to all companies transacting
- in this State the kinds of business enumerated in clause (b) of
- 11 Class 1 and clause (a) of Class 2 of section 4. Nothing in this
- 12 Article shall apply to, or in any way affect policies or
- 13 contracts described in clause (a) of Class 1 of Section 4;
- 14 however, this Article shall apply to policies and contracts
- 15 which contain benefits providing reimbursement for the
- 16 expenses of long term health care which are certified or
- 17 ordered by a physician including but not limited to
- 18 professional nursing care, custodial nursing care, and
- 19 non-nursing custodial care provided in a nursing home or at a
- 20 residence of the insured.
- 21 (b) This Article does not apply to policies of accident and
- 22 health insurance issued in compliance with Article XIXB of this
- 23 Code.

- (c) A policy issued and delivered in this State that provides coverage under that policy for certificate holders who are neither residents of nor employed in this State does not need to provide to those nonresident certificate holders who are not employed in this State the coverages or services mandated by this Article.
- (d) Stop-loss insurance is exempt from all Sections of this Article, except this Section and Sections 353a, 354, 357.30, and 370. For purposes of this exemption, stop-loss insurance is further defined as follows:
 - (1) The policy must be issued to and insure an employer, trustee, or other sponsor of the plan, or the plan itself, but not employees, members, or participants.
 - (2) Payments by the insurer must be made to the employer, trustee, or other sponsors of the plan, or the plan itself, but not to the employees, members, participants, or health care providers.
- (e) A policy issued or delivered in this State to the Department of Healthcare and Family Services (formerly Illinois Department of Public Aid) and providing coverage, under clause (b) of Class 1 or clause (a) of Class 2 as described in Section 4, to persons who are enrolled under Article V of the Illinois Public Aid Code or under the Children's Health Insurance Program Act is exempt from all restrictions, limitations, standards, rules, or regulations respecting benefits imposed by or under authority of this Code,

- 1 except those specified by subsection (1) of Section 143.
- 2 Nothing in this subsection, however, affects the total medical
- 3 services available to persons eligible for medical assistance
- 4 under the Illinois Public Aid Code.
- 5 (Source: P.A. 92-370, eff. 8-15-01; revised 12-15-05.)