

## 96TH GENERAL ASSEMBLY State of Illinois 2009 and 2010 SB2113

Introduced 2/20/2009, by Sen. Don Harmon

## SYNOPSIS AS INTRODUCED:

305 ILCS 5/5-5.5b new

Amends the Illinois Public Aid Code. Provides that under the medical assistance program, beginning January 1, 2009, the Department of Healthcare and Family Services may reimburse a skilled nursing facility, intermediate care facility, or institution for mental diseases providing long-term care services, based upon patient days reported in the facility's most recent cost report, for spending incurred to provide health care benefits to its employees serving the vulnerable populations residing in the facility, in order to attract and retain a qualified and healthy workforce. Provides that subject to available appropriations, the reimbursement shall be made according to certain criteria. Provides that the reimbursement is subject to audit by the Department and shall be reduced or eliminated in the case of any facility that does not honor its commitment to increase spending to improve the health of its employees or that decreases such spending. Effective July 1, 2009.

LRB096 05783 DRJ 15858 b

FISCAL NOTE ACT

20

21

22

2.3

1 AN ACT concerning public aid.

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

- Section 5. The Illinois Public Aid Code is amended by adding Section 5-5.5b as follows:
- 6 (305 ILCS 5/5-5.5b new)
- Sec. 5-5.5b. Long-term care facilities; healthy employees initiative.
- 9 (a) Beginning January 1, 2009, the Department of Healthcare and Family Services may reimburse an individual skilled nursing 10 facility, intermediate care facility, or Class I Institution 11 12 for Mental Diseases providing long-term care services, based upon patient days reported in the facility's most recent cost 13 14 report, for spending incurred to provide health care benefits to its employees serving the vulnerable populations residing in 15 16 the facility, in order to attract and retain a qualified and 17 healthy workforce. Subject to available appropriations, this reimbursement shall be made according to the following 18 19 criteria:
  - (1) The Department shall reimburse the facility to compensate for spending on health care for its eligible employees. Eligible employees include employees engaged in direct care work and covered by a recognized health care

benefits package.

(2) In order to qualify for reimbursement under this Section, a facility must provide to the Department, before January 1 of each year, documentation of a written, legally binding commitment to increase spending for the purpose of providing health care benefits to its eliqible employees during the next year. The commitment must be binding as to both existing and future staff. The commitment must include a method of enforcing the commitment that is available to the employees or their representative and is expeditious, uses a neutral decision-maker, and is economical for the employees. The Department must also receive documentation of the facility's provision of written notice of the commitment and the availability of the enforcement mechanism to the employees or their representative.

(3) Reimbursement shall be based on the amount of increased spending incurred for health care by the facility that exceeds the spending reported in the cost report currently used by the Department. Reimbursement shall be calculated as follows: the per diem equivalent of the quarterly difference between the cost to provide health care benefits for covered eligible employees as identified in the legally binding commitment and the previous period cost of health care as reported in the cost report currently used by the Department, subject to the limitations identified in paragraph (2).

1	(4) Any facility is eligible to receive reimbursement
2	under this Section. A facility's eligibility to receive
3	reimbursement shall continue as long as the facility
4	maintains eligibility under paragraph (2) and the
5	reimbursement program continues to exist.
6	(b) Reimbursement under this Section is subject to audit by
7	the Department and shall be reduced or eliminated in the case
8	of any facility that does not honor its commitment to increase
9	spending to improve the health of its employees or that
10	decreases such spending.
11	(c) Nothing in this Section shall be construed to interfere
12	with reimbursements to facilities based on the Minimum Data Set
13	(MDS) funding methodology.
14	(d) As used in this Section, "Class I Institution for
15	Mental Diseases" has the meaning ascribed to that term in the
16	Social Security Act and 89 Ill. Admin. Code 145.30.

Section 99. Effective date. This Act takes effect July 1, 2009.