

1 AN ACT concerning insurance.

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

4 Section 5. The Illinois Insurance Code is amended by
5 changing Section 359c as follows:

6 (215 ILCS 5/359c)

7 Sec. 359c. Accident and health expense reporting.

8 (a) Beginning January 1, 2011 ~~and every 6 months~~
9 ~~thereafter~~, any carrier providing a group or individual major
10 medical policy of accident or health insurance shall prepare
11 and provide to the Department of Insurance a statement of the
12 aggregate administrative expenses of the carrier, based on the
13 premiums earned in the immediately preceding calendar year
14 ~~6-month period~~ on the accident or health insurance business of
15 the carrier. The annual ~~semi-annual~~ statements shall be filed
16 on or before April 1 ~~July 31~~ for the preceding calendar year
17 ~~6-month period ending June 30 and on or before February 1 for~~
18 ~~the preceding 6-month period ending December 31~~. The statements
19 shall itemize and separately detail all of the following
20 information with respect to the carrier's accident or health
21 insurance business:

22 (1) the amount of premiums earned by the carrier both
23 before and after any costs related to the carrier's

1 purchase of reinsurance coverage;

2 (2) the total amount of claims for losses paid by the
3 carrier both before and after any reimbursement from
4 reinsurance coverage including any costs incurred related
5 to:

6 (A) disease, case, or chronic care management
7 programs;

8 (B) wellness and health education programs;

9 (C) fraud prevention;

10 (D) maintaining provider networks and provider
11 credentialing;

12 (E) health information technology for personal
13 electronic health records; and

14 (F) utilization review and utilization management;

15 (3) the amount of any losses incurred by the carrier
16 but not reported to the carrier in the current or prior
17 reporting period;

18 (4) the amount of costs incurred by the carrier for
19 State fees and federal and State taxes including:

20 (A) any high risk pool and guaranty fund
21 assessments levied on the carrier by the State; and

22 (B) any regulatory compliance costs including
23 State fees for form and rate filings, licensures,
24 market conduct exams, and financial reports;

25 (5) the amount of costs incurred by the carrier for
26 reinsurance coverage;

1 (6) the amount of costs incurred by the carrier that
2 are related to the carrier's payment of marketing expenses
3 including commissions; and

4 (7) any other administrative expenses incurred by the
5 carrier.

6 (b) The information provided pursuant to subsection (a) of
7 this Section shall be separately aggregated for the following
8 lines of major medical insurance:

9 (1) individually underwritten;

10 (2) groups of 2 to 25 members;

11 (3) groups of 26 to 50 members;

12 (4) groups of 51 or more members.

13 (c) The Department shall make the submitted information
14 publicly available on the Department's website or such other
15 media as appropriate in a form useful for consumers.

16 (Source: P.A. 96-857, eff. 1-5-10.)

17 Section 99. Effective date. This Act takes effect upon
18 becoming law.