



99TH GENERAL ASSEMBLY

State of Illinois

2015 and 2016

HB5559

by Rep. Litesa E. Wallace

SYNOPSIS AS INTRODUCED:

305 ILCS 5/5-30.1

Amends the Medical Assistance Article of the Illinois Public Aid Code. In a provision concerning managed care organizations (MCOs) contracted with the Department of Healthcare and Family Services to provide health services, requires the Department to develop a procedure no later than January 1, 2017 to directly test the provider network directories submitted to the State by each MCO. Provides that the procedure must directly test the accuracy of the information contained in the provider directories, the ability of prospective patients to obtain an appointment, and the timeliness of appointments offered to prospective patients. Requires the Department to develop the procedure in consultation with MCOs, providers, consumer advocacy organizations, and other relevant stakeholders and to contract with a third party with experience developing or evaluating procedures to directly test Medicaid provider availability and access in Illinois and other states. Sets forth certain provider types the Department is required to test for each MCO and mandatory managed care region, including: (i) primary care; (ii) mental health treatment; (iii) adult specialty; (iv) child specialty; and (v) any additional provider types the Department has reason to believe may not exist in sufficient numbers in one or more mandatory managed care regions. Requires the Department to annually publish the data collected in its External Quality Review Technical Report. Permits the Department to adopt any rules necessary to implement these responsibilities. Effective immediately.

LRB099 19046 KTG 45001 b

FISCAL NOTE ACT
MAY APPLY

A BILL FOR

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 5-30.1 as follows:

6 (305 ILCS 5/5-30.1)

7 Sec. 5-30.1. Managed care protections.

8 (a) As used in this Section:

9 "Managed care organization" or "MCO" means any entity which
10 contracts with the Department to provide services where payment
11 for medical services is made on a capitated basis.

12 "Emergency services" include:

13 (1) emergency services, as defined by Section 10 of the
14 Managed Care Reform and Patient Rights Act;

15 (2) emergency medical screening examinations, as
16 defined by Section 10 of the Managed Care Reform and
17 Patient Rights Act;

18 (3) post-stabilization medical services, as defined by
19 Section 10 of the Managed Care Reform and Patient Rights
20 Act; and

21 (4) emergency medical conditions, as defined by
22 Section 10 of the Managed Care Reform and Patient Rights
23 Act.

1 (b) As provided by Section 5-16.12, managed care
2 organizations are subject to the provisions of the Managed Care
3 Reform and Patient Rights Act.

4 (c) An MCO shall pay any provider of emergency services
5 that does not have in effect a contract with the contracted
6 Medicaid MCO. The default rate of reimbursement shall be the
7 rate paid under Illinois Medicaid fee-for-service program
8 methodology, including all policy adjusters, including but not
9 limited to Medicaid High Volume Adjustments, Medicaid
10 Percentage Adjustments, Outpatient High Volume Adjustments,
11 and all outlier add-on adjustments to the extent such
12 adjustments are incorporated in the development of the
13 applicable MCO capitated rates.

14 (d) An MCO shall pay for all post-stabilization services as
15 a covered service in any of the following situations:

16 (1) the MCO authorized such services;

17 (2) such services were administered to maintain the
18 enrollee's stabilized condition within one hour after a
19 request to the MCO for authorization of further
20 post-stabilization services;

21 (3) the MCO did not respond to a request to authorize
22 such services within one hour;

23 (4) the MCO could not be contacted; or

24 (5) the MCO and the treating provider, if the treating
25 provider is a non-affiliated provider, could not reach an
26 agreement concerning the enrollee's care and an affiliated

1 provider was unavailable for a consultation, in which case
2 the MCO must pay for such services rendered by the treating
3 non-affiliated provider until an affiliated provider was
4 reached and either concurred with the treating
5 non-affiliated provider's plan of care or assumed
6 responsibility for the enrollee's care. Such payment shall
7 be made at the default rate of reimbursement paid under
8 Illinois Medicaid fee-for-service program methodology,
9 including all policy adjusters, including but not limited
10 to Medicaid High Volume Adjustments, Medicaid Percentage
11 Adjustments, Outpatient High Volume Adjustments and all
12 outlier add-on adjustments to the extent that such
13 adjustments are incorporated in the development of the
14 applicable MCO capitated rates.

15 (e) The following requirements apply to MCOs in determining
16 payment for all emergency services:

17 (1) MCOs shall not impose any requirements for prior
18 approval of emergency services.

19 (2) The MCO shall cover emergency services provided to
20 enrollees who are temporarily away from their residence and
21 outside the contracting area to the extent that the
22 enrollees would be entitled to the emergency services if
23 they still were within the contracting area.

24 (3) The MCO shall have no obligation to cover medical
25 services provided on an emergency basis that are not
26 covered services under the contract.

1 (4) The MCO shall not condition coverage for emergency
2 services on the treating provider notifying the MCO of the
3 enrollee's screening and treatment within 10 days after
4 presentation for emergency services.

5 (5) The determination of the attending emergency
6 physician, or the provider actually treating the enrollee,
7 of whether an enrollee is sufficiently stabilized for
8 discharge or transfer to another facility, shall be binding
9 on the MCO. The MCO shall cover emergency services for all
10 enrollees whether the emergency services are provided by an
11 affiliated or non-affiliated provider.

12 (6) The MCO's financial responsibility for
13 post-stabilization care services it has not pre-approved
14 ends when:

15 (A) a plan physician with privileges at the
16 treating hospital assumes responsibility for the
17 enrollee's care;

18 (B) a plan physician assumes responsibility for
19 the enrollee's care through transfer;

20 (C) a contracting entity representative and the
21 treating physician reach an agreement concerning the
22 enrollee's care; or

23 (D) the enrollee is discharged.

24 (f) Network adequacy.

25 (1) The Department shall:

26 (A) ensure that an adequate provider network is in

1 place, taking into consideration health professional
2 shortage areas and medically underserved areas;

3 (B) publicly release an explanation of its process
4 for analyzing network adequacy;

5 (C) periodically ensure that an MCO continues to
6 have an adequate network in place; and

7 (D) require MCOs to maintain an updated and public
8 list of network providers.

9 (f-5) Medicaid access monitoring.

10 (1) The Department shall develop a procedure to
11 directly test the provider network directories submitted
12 to the State by each MCO contracted with the State to
13 furnish health services. The procedure must directly test
14 the accuracy of the information contained in the provider
15 directories, the ability of prospective patients to obtain
16 an appointment, and the timeliness of appointments offered
17 to prospective patients. In developing the procedure, the
18 Department shall consult with MCOs, providers, consumer
19 advocacy organizations, and other relevant stakeholders.
20 The Department shall fulfill its obligation under this
21 paragraph by contracting with a third party with experience
22 developing or evaluating procedures to directly test
23 Medicaid provider availability and access in Illinois and
24 other states. The procedure shall be developed no later
25 than January 1, 2017.

26 (2) The Department shall test the following provider

1 types for each MCO contracted with the State to furnish
2 health care services and for each mandatory managed care
3 region:

4 (A) Primary care.

5 (B) Obstetrics and gynecology.

6 (C) Psychiatry.

7 (D) Mental health treatment.

8 (E) Substance abuse treatment.

9 (F) Hospital.

10 (G) Dental.

11 (H) Adult specialty, including at least 3
12 subspecialties that commonly practice in an outpatient
13 setting, are identified as being in high demand, and
14 are presenting some degree of difficulty in access as
15 reported through public input.

16 (I) Child specialty, including at least 3
17 subspecialties that commonly practice in an outpatient
18 setting, are identified as being in high demand, and
19 are presenting some degree of difficulty in access as
20 reported through public input.

21 (J) Any additional provider types the Department
22 has reason to believe may not exist in sufficient
23 numbers in one or more mandatory managed care regions.

24 (3) The Department shall collect the following data for
25 each provider network tested:

26 (A) the percentage of providers listed in the MCO

1 provider directory who practice at the address listed
2 in the MCO provider directory;

3 (B) the percentage of providers listed in the MCO
4 provider directory who can be reached using the contact
5 information listed in the MCO provider directory;

6 (C) the percentage of providers listed in the MCO
7 provider directory who report they are participating
8 in the MCO;

9 (D) the percentage of providers who report they are
10 participating in the MCO and are accepting new patients
11 enrolled in the MCO; and

12 (E) the percentage of providers who report they are
13 accepting new patients enrolled in the MCO and can
14 offer appointments to the prospective patient within
15 the timeframes required under 42 U.S.C. 1396u-2 and
16 State MCO contracts.

17 (4) The procedure established under paragraph (1) must
18 use a published, peer-reviewed methodology to directly
19 test each provider network for each MCO and mandatory
20 managed care region. The procedure shall:

21 (A) use inquiries from researchers posing as a
22 prospective patient or someone acting on behalf of a
23 prospective patient as the direct testing method;

24 (B) ensure a statistically significant sample is
25 tested for each MCO, mandatory managed care region, and
26 required provider type; and

1 (C) be conducted at least annually starting in
2 2017.

3 (5) The Department and its contractors shall provide
4 all information and logistical support that is necessary to
5 pose authentically as a prospective patient enrolled in an
6 MCO to any entity developing or conducting the direct test
7 described under this subsection. Such information may
8 include, but is not limited to, simulated Medicaid
9 Recipient Identification Numbers, simulated MCO
10 membership, and any other inputs into the Medicaid
11 Management Information System or other databases used by
12 providers to verify information provided by prospective
13 patients seeking to make an appointment.

14 (6) The Department shall annually publish the data
15 collected under paragraph (3) in the External Quality
16 Review Technical Report required under 42 U.S.C. 1396u-2.

17 (7) The Department shall fulfill its obligations under
18 this subsection by contracting with an external quality
19 review organization, provided they meet all federal
20 competence and independence standards.

21 (8) On or before January 1, 2017, the Director of
22 Healthcare and Family Services may adopt rules necessary to
23 implement the Department's responsibilities under this
24 subsection.

25 (g) Timely payment of claims.

26 (1) The MCO shall pay a claim within 30 days of

1 receiving a claim that contains all the essential
2 information needed to adjudicate the claim.

3 (2) The MCO shall notify the billing party of its
4 inability to adjudicate a claim within 30 days of receiving
5 that claim.

6 (3) The MCO shall pay a penalty that is at least equal
7 to the penalty imposed under the Illinois Insurance Code
8 for any claims not timely paid.

9 (4) The Department may establish a process for MCOs to
10 expedite payments to providers based on criteria
11 established by the Department.

12 (h) The Department shall not expand mandatory MCO
13 enrollment into new counties beyond those counties already
14 designated by the Department as of June 1, 2014 for the
15 individuals whose eligibility for medical assistance is not the
16 seniors or people with disabilities population until the
17 Department provides an opportunity for accountable care
18 entities and MCOs to participate in such newly designated
19 counties.

20 (i) The requirements of this Section apply to contracts
21 with accountable care entities and MCOs entered into, amended,
22 or renewed after the effective date of this amendatory Act of
23 the 98th General Assembly.

24 (Source: P.A. 98-651, eff. 6-16-14.)

25 Section 99. Effective date. This Act takes effect upon
26 becoming law.