

SB1379



100TH GENERAL ASSEMBLY

State of Illinois

2017 and 2018

SB1379

Introduced 2/9/2017, by Sen. David Koehler - Kyle McCarter

SYNOPSIS AS INTRODUCED:

215 ILCS 106/23

Amends the Children's Health Insurance Program Act. In a provision concerning care coordination, provides that mandatory assignments into managed care organizations must not occur when 50% of persons eligible for selecting a managed care service are covered through an integrated care program until the Department of Healthcare and Family Services demonstrates that the net per-recipient cost paid by non-federal, State revenue sources in those contracts, adjusted for age and gender, is less than the non-federal, net State per-recipient cost in fee-for-service for fiscal year 2014 and the health outcome goals required in contracts have been achieved. Requires that all per-recipient cost calculations be performed between like eligibility categories. Excludes Hospital Assessment Program payments from these calculations. Requires the Department to annually calculate and publish on its website a report on the per-recipient cost calculations and certain other information.

LRB100 08706 SMS 18842 b

A BILL FOR

1 AN ACT concerning regulation.

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

4 Section 5. The Children's Health Insurance Program Act is
5 amended by changing Section 23 as follows:

6 (215 ILCS 106/23)

7 Sec. 23. Care coordination.

8 (a) At least 50% of recipients eligible for comprehensive
9 medical benefits in all medical assistance programs or other
10 health benefit programs administered by the Department,
11 including the Children's Health Insurance Program Act and the
12 Covering ALL KIDS Health Insurance Act, shall be enrolled in a
13 care coordination program by no later than January 1, 2015.
14 However, mandatory assignments into managed care organizations
15 must not occur when 50% of persons eligible for selecting a
16 managed care service are covered through an integrated care
17 program until the Department demonstrates that the net
18 per-recipient cost paid by non-federal, State revenue sources
19 in those contracts, adjusted for age and gender, is less than
20 the non-federal, net State per-recipient cost in
21 fee-for-service for fiscal year 2014 and the health outcome
22 goals required in those contracts have been achieved. All
23 per-recipient cost calculations shall be performed between

1 like eligibility categories. Hospital Assessment Program
2 payments are excluded from these calculations. The Department
3 shall annually calculate and publish the results on the
4 Department's website. The report shall include the details of
5 the data included, data excluded, any adjustments made, and
6 detailed justifications for such adjustments. For purposes of
7 this Section, "coordinated care" or "care coordination" means
8 delivery systems where recipients will receive their care from
9 providers who participate under contract in integrated
10 delivery systems that are responsible for providing or
11 arranging the majority of care, including primary care
12 physician services, referrals from primary care physicians,
13 diagnostic and treatment services, behavioral health services,
14 in-patient and outpatient hospital services, dental services,
15 and rehabilitation and long-term care services. The Department
16 shall designate or contract for such integrated delivery
17 systems (i) to ensure enrollees have a choice of systems and of
18 primary care providers within such systems; (ii) to ensure that
19 enrollees receive quality care in a culturally and
20 linguistically appropriate manner; and (iii) to ensure that
21 coordinated care programs meet the diverse needs of enrollees
22 with developmental, mental health, physical, and age-related
23 disabilities.

24 (b) Payment for such coordinated care shall be based on
25 arrangements where the State pays for performance related to
26 health care outcomes, the use of evidence-based practices, the

1 use of primary care delivered through comprehensive medical
2 homes, the use of electronic medical records, and the
3 appropriate exchange of health information electronically made
4 either on a capitated basis in which a fixed monthly premium
5 per recipient is paid and full financial risk is assumed for
6 the delivery of services, or through other risk-based payment
7 arrangements.

8 (c) To qualify for compliance with this Section, the 50%
9 goal shall be achieved by enrolling medical assistance
10 enrollees from each medical assistance enrollment category,
11 including parents, children, seniors, and people with
12 disabilities to the extent that current State Medicaid payment
13 laws would not limit federal matching funds for recipients in
14 care coordination programs. In addition, services must be more
15 comprehensively defined and more risk shall be assumed than in
16 the Department's primary care case management program as of the
17 effective date of this amendatory Act of the 96th General
18 Assembly.

19 (d) The Department shall report to the General Assembly in
20 a separate part of its annual medical assistance program
21 report, beginning April, 2012 until April, 2016, on the
22 progress and implementation of the care coordination program
23 initiatives established by the provisions of this amendatory
24 Act of the 96th General Assembly. The Department shall include
25 in its April 2011 report a full analysis of federal laws or
26 regulations regarding upper payment limitations to providers

1 and the necessary revisions or adjustments in rate
2 methodologies and payments to providers under this Code that
3 would be necessary to implement coordinated care with full
4 financial risk by a party other than the Department.

5 (Source: P.A. 96-1501, eff. 1-25-11.)