- 1 AN ACT concerning health care.
- 2 Be it enacted by the People of the State of Illinois,
- 3 represented in the General Assembly:
- 4 Section 1. Short title. This Act may be cited as the
- 5 Hospital Access and Accountability Act.
- 6 Section 5. Health facility defined. "Health facility
- 7 means a facility that offers acute care services, including
- 8 entities licensed under the Hospital Licensing Act.
- 9 Section 10. Notice required. A nonprofit corporation
- 10 that operates a health facility shall give written notice to
- 11 the Attorney General 20 days before it sells, leases,
- 12 conveys, exchanges, transfers, or otherwise disposes of all
- or substantially all of its assets.
- 14 Section 15. Notice; consent.
- 15 (a) A nonprofit corporation, including religious
- organizations, that operates or controls a health facility or
- operates or controls a facility that provides similar health
- 18 care shall be required to provide written notice to and to
- 19 obtain the written consent of the Attorney General prior to
- 20 entering into any agreement or transaction to do either of
- 21 the following:
- 22 (1) Sell, transfer, lease, exchange, option,
- 23 convey, or otherwise dispose of its assets to a
- for-profit or nonprofit corporation or entity when a
- 25 material amount of the assets of the nonprofit
- corporation are involved in the agreement or transaction.
- 27 (2) Transfer control, responsibility, or governance
- of a material amount of the assets or operations of the
- 29 nonprofit corporation to any for-profit or nonprofit

- 2 corporation or entity.
- 3 The substitution of a new corporate member or members
- 4 that transfers the control of, responsibility for, or
- 5 governance of the nonprofit corporation shall be deemed a
- 6 transfer for the purposes of this Act. The substitution of
- one or more members of the governing body or any arrangement,
- 8 written or oral, that would transfer voting control of the
- 9 members of the governing body shall also be deemed a transfer
- 10 for the purposes of this Act.
- 11 (b) The notice to the Attorney General provided for in
- 12 this Section shall include and contain the information that
- 13 the Attorney General determines is required. The notice,
- 14 including any other information provided to the Attorney
- 15 General under this Act, and that is in the public file, shall
- 16 be made available by the Attorney General to the public in
- 17 written form within 30 days after it is received by the
- 18 Attorney General.
- 19 (c) This Section shall apply to any foreign nonprofit
- 20 corporation that operates or controls a health facility or a
- 21 facility that provides similar health care.
- 22 Section 20. Attorney General's decision. Within 60 days
- 23 after receiving the written notice required by Section 15,
- 24 the Attorney General shall notify the nonprofit corporation
- 25 in writing of the decision to consent to, give conditional
- 26 consent to, or not consent to the agreement or transaction.
- 27 The Attorney General may extend this period for one
- 28 additional 45-day period if any of the following conditions
- 29 are satisfied:
- 30 (1) The extension is necessary to obtain
- 31 information.
- 32 (2) The proposed agreement or transaction is
- 33 substantially modified after the first public meeting

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2 (3) The proposed agreement or transaction involves

3 a multifacility health system serving multiple

4 communities, rather than a single facility.

conducted by the Attorney General.

5 Section 25. Public meetings. Prior to issuing a written decision, the Attorney General shall conduct one or more 6 public meetings, one of which shall be in the county in which 7 8 the facility is located, to hear comments from interested parties. At least 14 days before conducting the public 9 10 meeting, the Attorney General shall provide written notice of the time and place of the meeting through publication in one 11 or more newspapers of general circulation in the affected 12 community, on the Attorney General's Website, 13 14 informing the board of supervisors of the county in which the 15 facility is located. If a substantive change in the proposed agreement or transaction is submitted to the Attorney General 16 17 after the initial public meeting, the Attorney General may conduct an additional public meeting to hear comments from 18 interested parties with respect to that change. 19

- 20 Section 30. Attorney General's powers; costs; contracts.
- 21 (a) Within the time periods designated in Section 15, 22 the Attorney General may do the following:
  - (1) Contract with, consult, and receive advice from any State agency on those terms and conditions that the Attorney General deems appropriate.
    - (2) In his or her sole discretion, contract with experts or consultants to assist in reviewing the proposed agreement or transaction.
- 29 (b) Contract costs shall not exceed an amount that is 30 reasonable and necessary to conduct the review and 31 evaluation. The nonprofit corporation, upon request, shall 32 pay the Attorney General promptly for all contract costs.

- 1 (c) The Attorney General shall be entitled to
- 2 reimbursement from the nonprofit corporation for all actual,
- 3 reasonable, direct costs incurred in reviewing, evaluating,
- 4 and making the determination referred to in this Act,
- 5 including administrative costs. The nonprofit corporation
- 6 shall promptly pay the Attorney General, upon request, for
- 7 all of those costs.
- 8 (d) In order to monitor effectively ongoing compliance
- 9 with the terms and conditions of any sale or transfer of
- 10 assets, including, but not limited to, the ongoing use of the
- 11 charitable assets in a manner consistent with the trust
- 12 pursuant to which they are held, the Attorney General may, in
- 13 his or her sole discretion, contract with experts and
- 14 consultants to assist in this regard.
- 15 Contract costs shall not exceed an amount that is
- 16 reasonable and necessary to conduct the review and
- 17 evaluation. The nonprofit corporation shall pay the Attorney
- 18 General promptly for all contract costs.
- 19 The Attorney General shall be entitled to reimbursement
- 20 from the nonprofit corporation for all actual, reasonable,
- 21 and direct costs incurred in monitoring ongoing compliance
- 22 with the terms and conditions of the sale or transfer of
- 23 assets, including administrative costs. The nonprofit
- 24 corporation shall promptly pay the Attorney General upon
- 25 request for all of those costs.
- 26 Section 35. Attorney General consent; factors. The
- 27 Attorney General shall have discretion to consent to, give
- 28 conditional consent to, or not consent to any agreement or
- 29 transaction described in Section 15. In making the
- 30 determination, the Attorney General shall consider any
- 31 factors that the Attorney General deems relevant, including
- 32 but not limited to, whether any of the following apply:
- 33 (1) The agreement or transaction will result in

inurement to any private person or entity.

- (2) The proposed use of the proceeds from the agreement or transaction is consistent with the charitable trust on which the assets are held by the health facility or by the affiliated nonprofit health system.
- (3) The agreement or transaction involves or constitutes any breach of trust.
  - (4) The Attorney General has been provided with sufficient information and data by the nonprofit corporation to evaluate adequately the agreement or transaction or the effects thereof on the public.
  - (5) The agreement or transaction may create a significant effect on the availability or accessibility of health care services to the affected community.
  - (6) The proposed agreement or transaction is in the public interest and is consistent with State and federal laws.
  - (7) Any corporation involved in the transaction has not engaged in unfair or deceptive practices regarding patients or employees.