

## 101ST GENERAL ASSEMBLY State of Illinois 2019 and 2020 SB3758

Introduced 2/14/2020, by Sen. Heather A. Steans

## SYNOPSIS AS INTRODUCED:

305 ILCS 5/5B-4

from Ch. 23, par. 5B-4

Amends the Long-Term Care Provider Funding Article of the Illinois Public Aid Code. In a provision concerning payment assessments imposed on long-term care providers, provides that the Department of Healthcare and Family Services is authorized to establish delayed payment schedules for long-term care providers that are unable to make certain assessment payments for occupied bed days and licensed nursing bed days reported due to financial difficulties. Provides that the Department may not deny a request for delay of payment of the assessment if the long-term care provider has not been paid for services provided during the month or months (rather than services provided during the month) on which the assessment is levied or the Medicaid managed care organization has not been paid by the State. Effective immediately.

LRB101 17787 KTG 67216 b

FISCAL NOTE ACT MAY APPLY

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 changing Section 5B-4 as follows:
- 6 (305 ILCS 5/5B-4) (from Ch. 23, par. 5B-4)
- 7 Sec. 5B-4. Payment of assessment; penalty.
- 8 (a) The assessment imposed by Section 5B-2 shall be due and 9 payable monthly, on the last State business day of the month 10 for occupied bed days reported for the preceding third month prior to the month in which the tax is payable and due. A 11 12 facility that has delayed payment due to the State's failure to 13 reimburse for services rendered may request an extension on the 14 due date for payment pursuant to subsection (b) and shall pay the assessment within 30 days of reimbursement by the 15 16 Department. The Illinois Department may provide that county 17 nursing homes directed and maintained pursuant to Section 5-1005 of the Counties Code may meet their assessment 18 19 obligation by certifying to the Illinois Department that county 20 expenditures have been obligated for the operation of the 21 county nursing home in an amount at least equal to the amount 22 of the assessment.
- 23 (a-5) The Illinois Department shall provide for an

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electronic submission process for each long-term care facility to report at a minimum the number of occupied bed days of the long-term care facility for the reporting period and other reasonable information the Illinois Department requires for the administration of its responsibilities under this Code. Beginning July 1, 2013, a separate electronic submission shall be completed for each long-term care facility in this State operated by a long-term care provider. The Illinois Department shall prepare an assessment bill stating the amount due and payable each month and submit it to each long-term care facility via an electronic process. Each assessment payment shall be accompanied by a copy of the assessment bill sent to the long-term care facility by the Illinois Department. To the extent practicable, the Department shall coordinate the reporting requirements with other reporting required of long-term care facilities.

(b) The Illinois Department is authorized to establish delayed payment schedules for long-term care providers that are unable to make assessment payments when due under this Section and under Section 5E-10 of this Code due to financial difficulties, as determined by the Illinois Department. The Illinois Department may not deny a request for delay of payment of the assessment imposed under this Article if the long-term care provider has not been paid for services provided during the month or months on which the assessment is levied or the Medicaid managed care organization has not been paid by the

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- (c) If a long-term care provider fails to pay the full amount of an assessment payment when due (including any extensions granted under subsection (b)), there shall, unless waived by the Illinois Department for reasonable cause, be added to the assessment imposed by Section 5B-2 a penalty assessment equal to the lesser of (i) 5% of the amount of the assessment payment not paid on or before the due date plus 5% of the portion thereof remaining unpaid on the last day of each month thereafter or (ii) 100% of the assessment payment amount not paid on or before the due date. For purposes of this subsection, payments will be credited first to unpaid (rather assessment payment amounts than to penalty or interest), beginning with the most delinquent assessment payments. Payment cycles of longer than 60 days shall be one factor the Director takes into account in granting a waiver under this Section.
  - (c-5) If a long-term care facility fails to file its assessment bill with payment, there shall, unless waived by the Illinois Department for reasonable cause, be added to the assessment due a penalty assessment equal to 25% of the assessment due. After July 1, 2013, no penalty shall be assessed under this Section if the Illinois Department does not provide a process for the electronic submission of the information required by subsection (a-5).
  - (d) Nothing in this amendatory Act of 1993 shall be

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- construed to prevent the Illinois Department from collecting all amounts due under this Article pursuant to an assessment imposed before the effective date of this amendatory Act of 1993.
  - (e) Nothing in this amendatory Act of the 96th General Assembly shall be construed to prevent the Illinois Department from collecting all amounts due under this Code pursuant to an assessment, tax, fee, or penalty imposed before the effective date of this amendatory Act of the 96th General Assembly.
  - (f) No installment of the assessment imposed by Section 5B-2 shall be due and payable until after the Department notifies the long-term care providers, in writing, that the payment methodologies to long-term care providers required under Section 5-5.4 of this Code have been approved by the Centers for Medicare and Medicaid Services of the U.S. Department of Health and Human Services and the waivers under 42 CFR 433.68 for the assessment imposed by this Section, if necessary, have been granted by the Centers for Medicare and Medicaid Services of the U.S. Department of Health and Human Services. Upon notification to the Department of approval of the payment methodologies required under Section 5-5.4 of this Code and the waivers granted under 42 CFR 433.68, installments otherwise due under Section 5B-4 prior to the date of notification shall be due and payable to the Department upon written direction from the Department within 90 days after issuance by the Comptroller of the payments required under

- 1 Section 5-5.4 of this Code.
- 2 (Source: P.A. 100-501, eff. 6-1-18.)
- 3 Section 99. Effective date. This Act takes effect upon
- 4 becoming law.