



101ST GENERAL ASSEMBLY

State of Illinois

2019 and 2020

SB4027

Introduced 1/4/2021, by Sen. David Koehler and Mattie Hunter

SYNOPSIS AS INTRODUCED:

305 ILCS 5/5-30.15 new

Amends the Illinois Public Aid Code. Provides that capitation rates established by the Department of Healthcare and Family Services for managed care organizations shall be reduced by 20% for the duration of a disaster proclamation, and any subsequent disaster proclamation, issued by the Governor in response to the COVID-19 public health emergency. Requires the Department to reduce future capitation payments to managed care organizations on a prorated basis to reflect any amounts paid by the Department before the effective date of the amendatory Act that were in excess of the lower capitation rates authorized by the amendatory Act. Provides that the amendatory Act applies to capitation rates in effect during a disaster period established by the Gubernatorial Disaster Proclamation issued by the Governor on March 9, 2020 concerning the COVID-19 public health emergency and any subsequent Gubernatorial Disaster Proclamation issued by the Governor in response to the COVID-19 public health emergency. Effective immediately.

LRB101 22023 KTG 73519 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 adding Section 5-30.15 as follows:

6 (305 ILCS 5/5-30.15 new)

7 Sec. 5-30.15. COVID-19 public health emergency; capitated
8 payment reduction.

9 (a) In this Section:

10 "COVID-19" means the novel coronavirus virus disease
11 deemed COVID-19 by the World Health Organization on February
12 11, 2020.

13 "Disaster" has the meaning ascribed to that term in Section
14 4 of the Illinois Emergency Management Agency Act.

15 "Managed care organization" has the meaning ascribed to
16 that term in Section 5-30.1.

17 "Public health emergency" has the meaning ascribed to that
18 term in Section 4 of the Illinois Emergency Management Agency
19 Act.

20 (b) Capitation rates established by the Department for
21 managed care organizations shall be reduced by 20% for the
22 duration of a disaster proclamation, and any subsequent
23 disaster proclamation, issued by the Governor in response to

1 the COVID-19 public health emergency.

2 (c) The Department shall reduce future capitation payments
3 to managed care organizations on a prorated basis to reflect
4 any amounts paid by the Department before the effective date of
5 this amendatory Act of the 101st General Assembly that were in
6 excess of the lower capitation rates authorized under
7 subsection (a).

8 (d) This Section applies to capitation rates in effect
9 during a disaster period established by the Gubernatorial
10 Disaster Proclamation issued by the Governor on March 9, 2020
11 concerning the COVID-19 public health emergency and any
12 subsequent Gubernatorial Disaster Proclamation issued by the
13 Governor in response to the COVID-19 public health emergency.

14 Section 99. Effective date. This Act takes effect upon
15 becoming law.