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AN ACT concerning health insurance co-pays.

## Be it enacted by the People of the State of Illinois, represented in the General Assembly:

4 Section 5. The Illinois Insurance Code is amended by 5 changing Section 356z.23 as follows:

6 (215 ILCS 5/356z.23)

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Sec. 356z.23. Coverage for opioid antagonists.

8 (a) An individual or group policy of accident and health 9 insurance amended, delivered, issued, or renewed in this State after the effective date of this amendatory Act of the 99th 10 General Assembly that provides coverage for prescription drugs 11 must provide coverage for at least one opioid antagonist, 12 13 including the medication product, administration devices, and 14 any pharmacy administration fees related to the dispensing of the opioid antagonist. This coverage must include refills for 15 16 expired or utilized opioid antagonists.

17 (a-5) Notwithstanding subsection (a), no individual or group policy of accident and health insurance amended, 18 19 delivered, issued, or renewed after January 1, 2024 that 20 provides coverage for naloxone hydrochloride shall impose a 21 copayment on the coverage provided, except that this 22 subsection does not apply to coverage naloxone of hydrochloride to the extent such coverage would disgualify a 23

HB4408 Enrolled - 2 -LRB102 22908 KTG 32061 b high-deductible health plan from eligibility for a health 1 savings account under Section 223 of the Internal Revenue 3 Code. (b) As used in this Section, "opioid antagonist" means a 5 drug that binds to opioid receptors and blocks or inhibits the

effect of opioids acting on those receptors, including, but 6 not limited to, naloxone hydrochloride or any other similarly 7 8 acting drug approved by the U.S. Food and Drug Administration. 9 (Source: P.A. 99-480, eff. 9-9-15.)

10 Section 10. The Illinois Public Aid Code is amended by 11 changing Section 5-5 as follows:

(305 ILCS 5/5-5) (from Ch. 23, par. 5-5) 12

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Sec. 5-5. Medical services. The Illinois Department, by 13 14 rule, shall determine the quantity and quality of and the rate 15 of reimbursement for the medical assistance for which payment will be authorized, and the medical services to be provided, 16 17 which may include all or part of the following: (1) inpatient 18 hospital services; (2) outpatient hospital services; (3) other laboratory and X-ray services; (4) skilled nursing home 19 20 services; (5) physicians' services whether furnished in the 21 office, the patient's home, a hospital, a skilled nursing 22 home, or elsewhere; (6) medical care, or any other type of 23 remedial care furnished by licensed practitioners; (7) home 24 health care services; (8) private duty nursing service; (9)

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clinic services; (10) dental services, including prevention 1 2 and treatment of periodontal disease and dental caries disease 3 for pregnant individuals, provided by an individual licensed to practice dentistry or dental surgery; for purposes of this 4 item (10), "dental services" means diagnostic, preventive, or 5 corrective procedures provided by or under the supervision of 6 a dentist in the practice of his or her profession; (11) 7 8 physical therapy and related services; (12) prescribed drugs, 9 dentures, and prosthetic devices; and eyeqlasses prescribed by 10 a physician skilled in the diseases of the eye, or by an 11 optometrist, whichever the person may select; (13) other 12 and rehabilitative diagnostic, screening, preventive, services, including to ensure that the individual's need for 13 intervention or treatment of mental disorders or substance use 14 15 disorders or co-occurring mental health and substance use 16 disorders is determined using a uniform screening, assessment, 17 and evaluation process inclusive of criteria, for children and adults; for purposes of this item (13), a uniform screening, 18 19 assessment, and evaluation process refers to a process that 20 includes an appropriate evaluation and, as warranted, a referral; "uniform" does not mean the use of a singular 21 22 instrument, tool, or process that all must utilize; (14) 23 transportation and such other expenses as may be necessary; 24 (15) medical treatment of sexual assault survivors, as defined 25 in Section 1a of the Sexual Assault Survivors Emergency 26 Treatment Act, for injuries sustained as a result of the

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sexual assault, including examinations and laboratory tests to 1 2 discover evidence which may be used in criminal proceedings arising from the sexual assault; (16) the diagnosis and 3 treatment of sickle cell anemia; (16.5) services performed by 4 5 a chiropractic physician licensed under the Medical Practice Act of 1987 and acting within the scope of his or her license, 6 including, but not limited to, chiropractic manipulative 7 8 treatment; and (17) any other medical care, and any other type 9 of remedial care recognized under the laws of this State. The 10 term "any other type of remedial care" shall include nursing 11 care and nursing home service for persons who rely on 12 treatment by spiritual means alone through prayer for healing.

Notwithstanding any other provision of this Section, a comprehensive tobacco use cessation program that includes purchasing prescription drugs or prescription medical devices approved by the Food and Drug Administration shall be covered under the medical assistance program under this Article for persons who are otherwise eligible for assistance under this Article.

20 Notwithstanding any other provision of this Code, 21 reproductive health care that is otherwise legal in Illinois 22 shall be covered under the medical assistance program for 23 persons who are otherwise eligible for medical assistance 24 under this Article.

25 Notwithstanding any other provision of this Section, all 26 tobacco cessation medications approved by the United States HB4408 Enrolled - 5 - LRB102 22908 KTG 32061 b

Food and Drug Administration and all individual and group 1 2 tobacco cessation counseling services and telephone-based counseling services and tobacco cessation medications provided 3 through the Illinois Tobacco Quitline shall be covered under 4 5 the medical assistance program for persons who are otherwise eligible for assistance under this Article. The Department 6 7 shall comply with all federal requirements necessary to obtain 8 federal financial participation, as specified in 42 CFR 9 433.15(b)(7), for telephone-based counseling services provided 10 through the Illinois Tobacco Quitline, including, but not limited to: (i) entering into a memorandum of understanding or 11 12 interagency agreement with the Department of Public Health, as 13 administrator of the Illinois Tobacco Quitline; and (ii) developing a cost allocation plan for Medicaid-allowable 14 15 Illinois Tobacco Quitline services in accordance with 45 CFR 16 95.507. The Department shall submit the memorandum of 17 understanding or interagency agreement, the cost allocation plan, and all other necessary documentation to the Centers for 18 Medicare and Medicaid Services for review and approval. 19 20 Coverage under this paragraph shall be contingent upon federal 21 approval.

Notwithstanding any other provision of this Code, the Illinois Department may not require, as a condition of payment for any laboratory test authorized under this Article, that a physician's handwritten signature appear on the laboratory test order form. The Illinois Department may, however, impose HB4408 Enrolled - 6 - LRB102 22908 KTG 32061 b

other appropriate requirements regarding laboratory test order
 documentation.

Upon receipt of federal approval of an amendment to the 3 Illinois Title XIX State Plan for this purpose, the Department 4 5 shall authorize the Chicago Public Schools (CPS) to procure a vendor or vendors to manufacture eyeqlasses for individuals 6 7 enrolled in a school within the CPS system. CPS shall ensure 8 that its vendor or vendors are enrolled as providers in the 9 medical assistance program and in any capitated Medicaid 10 managed care entity (MCE) serving individuals enrolled in a 11 school within the CPS system. Under any contract procured 12 under this provision, the vendor or vendors must serve only 13 individuals enrolled in a school within the CPS system. Claims 14 for services provided by CPS's vendor or vendors to recipients 15 of benefits in the medical assistance program under this Code, 16 the Children's Health Insurance Program, or the Covering ALL 17 KIDS Health Insurance Program shall be submitted to the Department or the MCE in which the individual is enrolled for 18 19 payment and shall be reimbursed at the Department's or the 20 MCE's established rates or rate methodologies for eyeglasses.

21 On and after July 1, 2012, the Department of Healthcare 22 and Family Services may provide the following services to 23 persons eligible for assistance under this Article who are 24 participating in education, training or employment programs 25 operated by the Department of Human Services as successor to 26 the Department of Public Aid: HB4408 Enrolled - 7 - LRB102 22908 KTG 32061 b

1 (1) dental services provided by or under the 2 supervision of a dentist; and

3 (2) eyeglasses prescribed by a physician skilled in 4 the diseases of the eye, or by an optometrist, whichever 5 the person may select.

On and after July 1, 2018, the Department of Healthcare 6 and Family Services shall provide dental services to any adult 7 8 who is otherwise eligible for assistance under the medical 9 assistance program. As used in this paragraph, "dental 10 services" means diagnostic, preventative, restorative, or 11 corrective procedures, including procedures and services for 12 the prevention and treatment of periodontal disease and dental caries disease, provided by an individual who is licensed to 13 practice dentistry or dental surgery or who is under the 14 supervision of a dentist in the practice of his or her 15 16 profession.

17 On and after July 1, 2018, targeted dental services, as set forth in Exhibit D of the Consent Decree entered by the 18 United States District Court for the Northern District of 19 20 Illinois, Eastern Division, in the matter of Memisovski v. Maram, Case No. 92 C 1982, that are provided to adults under 21 22 the medical assistance program shall be established at no less 23 than the rates set forth in the "New Rate" column in Exhibit D of the Consent Decree for targeted dental services that are 24 25 provided to persons under the age of 18 under the medical 26 assistance program.

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Notwithstanding any other provision of this Code and 1 2 subject to federal approval, the Department may adopt rules to allow a dentist who is volunteering his or her service at no 3 render dental services through an 4 cost to enrolled 5 not-for-profit health clinic without the dentist personally participating provider 6 enrolling as а in the medical 7 assistance program. A not-for-profit health clinic shall include a public health clinic or Federally Qualified Health 8 9 Center or other enrolled provider, as determined by the 10 Department, through which dental services covered under this 11 Section are performed. The Department shall establish a 12 process for payment of claims for reimbursement for covered 13 dental services rendered under this provision.

On and after January 1, 2022, the Department of Healthcare 14 15 and Familv Services shall administer and regulate a 16 school-based dental program that allows for the out-of-office 17 delivery of preventative dental services in a school setting to children under 19 years of age. The Department shall 18 19 establish, by rule, guidelines for participation by providers 20 and set requirements for follow-up referral care based on the requirements established in the Dental Office Reference Manual 21 22 published by the Department that establishes the requirements 23 for dentists participating in the All Kids Dental School Program. Every effort shall be made by the Department when 24 25 developing the program requirements to consider the different 26 geographic differences of both urban and rural areas of the

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State for initial treatment and necessary follow-up care. No 1 2 provider shall be charged a fee by any unit of local government 3 to participate in the school-based dental program administered by the Department. Nothing in this paragraph shall be 4 5 construed to limit or preempt a home rule unit's or school district's authority to establish, change, or administer a 6 7 school-based dental program in addition to, or independent of, 8 school-based dental program administered by the the 9 Department.

10 The Illinois Department, by rule, may distinguish and 11 classify the medical services to be provided only in 12 accordance with the classes of persons designated in Section 13 5-2.

The Department of Healthcare and Family Services must provide coverage and reimbursement for amino acid-based elemental formulas, regardless of delivery method, for the diagnosis and treatment of (i) eosinophilic disorders and (ii) short bowel syndrome when the prescribing physician has issued a written order stating that the amino acid-based elemental formula is medically necessary.

The Illinois Department shall authorize the provision of, and shall authorize payment for, screening by low-dose mammography for the presence of occult breast cancer for individuals 35 years of age or older who are eligible for medical assistance under this Article, as follows:

26 (A) A baseline mammogram for individuals 35 to 39

1 years of age.

2 (B) An annual mammogram for individuals 40 years of
3 age or older.

4 (C) A mammogram at the age and intervals considered 5 medically necessary by the individual's health care 6 provider for individuals under 40 years of age and having 7 a family history of breast cancer, prior personal history 8 of breast cancer, positive genetic testing, or other risk 9 factors.

10 (D) A comprehensive ultrasound screening and MRI of an 11 entire breast or breasts if a mammogram demonstrates 12 heterogeneous or dense breast tissue or when medically 13 necessary as determined by a physician licensed to 14 practice medicine in all of its branches.

(E) A screening MRI when medically necessary, as
determined by a physician licensed to practice medicine in
all of its branches.

(F) A diagnostic mammogram when medically necessary,
as determined by a physician licensed to practice medicine
in all its branches, advanced practice registered nurse,
or physician assistant.

The Department shall not impose a deductible, coinsurance, copayment, or any other cost-sharing requirement on the coverage provided under this paragraph; except that this sentence does not apply to coverage of diagnostic mammograms to the extent such coverage would disqualify a high-deductible HB4408 Enrolled - 11 - LRB102 22908 KTG 32061 b

health plan from eligibility for a health savings account
 pursuant to Section 223 of the Internal Revenue Code (26
 U.S.C. 223).

All screenings shall include a physical breast exam, instruction on self-examination and information regarding the frequency of self-examination and its value as a preventative tool.

For purposes of this Section:

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9 "Diagnostic mammogram" means a mammogram obtained using10 diagnostic mammography.

"Diagnostic mammography" means a method of screening that is designed to evaluate an abnormality in a breast, including an abnormality seen or suspected on a screening mammogram or a subjective or objective abnormality otherwise detected in the breast.

"Low-dose mammography" means the x-ray examination of the breast using equipment dedicated specifically for mammography, including the x-ray tube, filter, compression device, and image receptor, with an average radiation exposure delivery of less than one rad per breast for 2 views of an average size breast. The term also includes digital mammography and includes breast tomosynthesis.

"Breast tomosynthesis" means a radiologic procedure that involves the acquisition of projection images over the stationary breast to produce cross-sectional digital three-dimensional images of the breast. HB4408 Enrolled - 12 - LRB102 22908 KTG 32061 b

If, at any time, the Secretary of the United States 1 2 Department of Health and Human Services, or its successor agency, promulgates rules or regulations to be published in 3 the Federal Register or publishes a comment in the Federal 4 5 Register or issues an opinion, guidance, or other action that would require the State, pursuant to any provision of the 6 7 Patient Protection and Affordable Care Act (Public Law 8 111-148), including, but not limited to, 42 U.S.C. 9 18031(d)(3)(B) or any successor provision, to defray the cost 10 of any coverage for breast tomosynthesis outlined in this 11 paragraph, then the requirement that an insurer cover breast 12 tomosynthesis is inoperative other than any such coverage 13 authorized under Section 1902 of the Social Security Act, 42 14 U.S.C. 1396a, and the State shall not assume any obligation 15 for the cost of coverage for breast tomosynthesis set forth in 16 this paragraph.

17 On and after January 1, 2016, the Department shall ensure 18 that all networks of care for adult clients of the Department 19 include access to at least one breast imaging Center of 20 Imaging Excellence as certified by the American College of 21 Radiology.

On and after January 1, 2012, providers participating in a quality improvement program approved by the Department shall be reimbursed for screening and diagnostic mammography at the same rate as the Medicare program's rates, including the increased reimbursement for digital mammography. HB4408 Enrolled - 13 - LRB102 22908 KTG 32061 b

1 The Department shall convene an expert panel including 2 representatives of hospitals, free-standing mammography 3 facilities, and doctors, including radiologists, to establish 4 quality standards for mammography.

5 On and after January 1, 2017, providers participating in a 6 breast cancer treatment quality improvement program approved 7 by the Department shall be reimbursed for breast cancer 8 treatment at a rate that is no lower than 95% of the Medicare 9 program's rates for the data elements included in the breast 10 cancer treatment quality program.

11 The Department shall convene an expert panel, including 12 representatives of hospitals, free-standing breast cancer 13 treatment centers, breast cancer quality organizations, and 14 doctors, including breast surgeons, reconstructive breast 15 surgeons, oncologists, and primary care providers to establish 16 quality standards for breast cancer treatment.

17 federal approval, the Subject to Department shall establish a rate methodology for mammography at federally 18 qualified health centers and other encounter-rate clinics. 19 20 These clinics or centers may also collaborate with other 21 hospital-based mammography facilities. By January 1, 2016, the 22 Department shall report to the General Assembly on the status 23 of the provision set forth in this paragraph.

The Department shall establish a methodology to remind individuals who are age-appropriate for screening mammography, but who have not received a mammogram within the previous 18 HB4408 Enrolled - 14 - LRB102 22908 KTG 32061 b

1 months, of the importance and benefit of screening 2 mammography. The Department shall work with experts in breast 3 cancer outreach and patient navigation to optimize these reminders and shall establish a methodology for evaluating 4 5 their effectiveness and modifying the methodology based on the 6 evaluation.

7 The Department shall establish a performance goal for 8 primary care providers with respect to their female patients 9 over age 40 receiving an annual mammogram. This performance 10 goal shall be used to provide additional reimbursement in the 11 form of a quality performance bonus to primary care providers 12 who meet that goal.

13 The Department shall devise a means of case-managing or patient navigation for beneficiaries diagnosed with breast 14 15 cancer. This program shall initially operate as a pilot 16 program in areas of the State with the highest incidence of 17 mortality related to breast cancer. At least one pilot program site shall be in the metropolitan Chicago area and at least one 18 19 site shall be outside the metropolitan Chicago area. On or after July 1, 2016, the pilot program shall be expanded to 20 include one site in western Illinois, one site in southern 21 22 Illinois, one site in central Illinois, and 4 sites within 23 metropolitan Chicago. An evaluation of the pilot program shall 24 be carried out measuring health outcomes and cost of care for 25 those served by the pilot program compared to similarly 26 situated patients who are not served by the pilot program.

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The Department shall require all networks of care to 1 develop a means either internally or by contract with experts 2 in navigation and community outreach to navigate cancer 3 patients to comprehensive care in a timely fashion. 4 The 5 Department shall require all networks of care to include access for patients diagnosed with cancer to at least one 6 7 academic commission on cancer-accredited cancer program as an in-network covered benefit. 8

9 On or after July 1, 2022, individuals who are otherwise 10 eligible for medical assistance under this Article shall 11 receive coverage for perinatal depression screenings for the 12 12-month period beginning on the last day of their pregnancy. 13 Medical assistance coverage under this paragraph shall be 14 conditioned on the use of a screening instrument approved by 15 the Department.

16 Any medical or health care provider shall immediately 17 recommend, to any pregnant individual who is being provided prenatal services and is suspected of having a substance use 18 disorder as defined in the Substance Use Disorder Act, 19 referral to a local substance use disorder treatment program 20 21 licensed by the Department of Human Services or to a licensed 22 hospital which provides substance abuse treatment services. 23 The Department of Healthcare and Family Services shall assure 24 coverage for the cost of treatment of the drug abuse or 25 addiction for pregnant recipients in accordance with the 26 Illinois Medicaid Program in conjunction with the Department

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1 of Human Services.

All medical providers providing medical assistance to pregnant individuals under this Code shall receive information from the Department on the availability of services under any program providing case management services for addicted individuals, including information on appropriate referrals for other social services that may be needed by addicted individuals in addition to treatment for addiction.

9 Illinois Department, in cooperation The with the 10 Departments of Human Services (as successor to the Department 11 of Alcoholism and Substance Abuse) and Public Health, through 12 provide information а public awareness campaign, may concerning treatment for alcoholism and drug abuse 13 and 14 addiction, prenatal health care, and other pertinent programs 15 directed at reducing the number of drug-affected infants born 16 to recipients of medical assistance.

17 Neither the Department of Healthcare and Family Services 18 nor the Department of Human Services shall sanction the 19 recipient solely on the basis of the recipient's substance 20 abuse.

The Illinois Department shall establish such regulations governing the dispensing of health services under this Article as it shall deem appropriate. The Department should seek the advice of formal professional advisory committees appointed by the Director of the Illinois Department for the purpose of providing regular advice on policy and administrative matters, HB4408 Enrolled - 17 - LRB102 22908 KTG 32061 b

1 information dissemination and educational activities for 2 medical and health care providers, and consistency in 3 procedures to the Illinois Department.

The Illinois Department may develop and contract with 4 5 Partnerships of medical providers to arrange medical services persons eligible under Section 5-2 of this Code. 6 for 7 Implementation of this Section may be by demonstration 8 projects in certain geographic areas. The Partnership shall be 9 represented by a sponsor organization. The Department, by 10 rule. shall develop qualifications for sponsors of 11 Partnerships. Nothing in this Section shall be construed to 12 sponsor organization be require that the а medical 13 organization.

The sponsor must negotiate formal written contracts with 14 15 medical providers for physician services, inpatient and 16 outpatient hospital care, home health services, treatment for 17 alcoholism and substance abuse, and other services determined necessary by the Illinois Department by rule for delivery by 18 Partnerships. Physician services must include prenatal and 19 obstetrical care. The Illinois Department shall reimburse 20 medical services delivered by Partnership providers to clients 21 22 in target areas according to provisions of this Article and 23 the Illinois Health Finance Reform Act, except that:

(1) Physicians participating in a Partnership and
 providing certain services, which shall be determined by
 the Illinois Department, to persons in areas covered by

1 the Partnership may receive an additional surcharge for 2 such services.

3 (2) The Department may elect to consider and negotiate
 4 financial incentives to encourage the development of
 5 Partnerships and the efficient delivery of medical care.

6 (3) Persons receiving medical services through 7 Partnerships may receive medical and case management 8 services above the level usually offered through the 9 medical assistance program.

10 Medical providers shall be required to meet certain 11 qualifications to participate in Partnerships to ensure the 12 delivery of hiqh quality medical services. These 13 qualifications shall be determined by rule of the Illinois 14 Department and may be higher than qualifications for 15 participation in the medical assistance program. Partnership 16 sponsors may prescribe reasonable additional qualifications 17 for participation by medical providers, only with the prior written approval of the Illinois Department. 18

Nothing in this Section shall limit the free choice of 19 20 practitioners, hospitals, and other providers of medical services by clients. In order to ensure patient freedom of 21 22 choice, the Illinois Department shall immediately promulgate 23 all rules and take all other necessary actions so that 24 provided services may be accessed from therapeutically 25 certified optometrists to the full extent of the Illinois Optometric Practice Act of 1987 without discriminating between 26

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1 service providers.

2 The Department shall apply for a waiver from the United 3 States Health Care Financing Administration to allow for the 4 implementation of Partnerships under this Section.

5 The Illinois Department shall require health care 6 providers to maintain records that document the medical care 7 and services provided to recipients of Medical Assistance under this Article. Such records must be retained for a period 8 9 of not less than 6 years from the date of service or as 10 provided by applicable State law, whichever period is longer, 11 except that if an audit is initiated within the required 12 retention period then the records must be retained until the audit is completed and every exception is resolved. The 13 14 Illinois Department shall require health care providers to 15 make available, when authorized by the patient, in writing, 16 the medical records in a timely fashion to other health care 17 providers who are treating or serving persons eligible for Medical Assistance under this Article. All dispensers of 18 19 medical services shall be required to maintain and retain business and professional records sufficient to fully and 20 accurately document the nature, scope, details and receipt of 21 22 the health care provided to persons eligible for medical 23 assistance under this Code, in accordance with regulations 24 promulgated by the Illinois Department. The rules and 25 regulations shall require that proof of the receipt of prescription drugs, dentures, prosthetic devices 26 and

eyeqlasses by eligible persons under this Section accompany 1 2 each claim for reimbursement submitted by the dispenser of such medical services. No such claims for reimbursement shall 3 be approved for payment by the Illinois Department without 4 5 such proof of receipt, unless the Illinois Department shall 6 have put into effect and shall be operating a system of 7 post-payment audit and review which shall, on a sampling 8 basis, be deemed adequate by the Illinois Department to assure 9 that such drugs, dentures, prosthetic devices and eyeqlasses 10 for which payment is being made are actually being received by 11 eligible recipients. Within 90 days after September 16, 1984 12 (the effective date of Public Act 83-1439), the Illinois 13 Department shall establish a current list of acquisition costs for all prosthetic devices and any other items recognized as 14 15 medical equipment and supplies reimbursable under this Article 16 and shall update such list on a quarterly basis, except that 17 the acquisition costs of all prescription drugs shall be updated no less frequently than every 30 days as required by 18 Section 5-5.12. 19

20 Notwithstanding any other law to the contrary, the Illinois Department shall, within 365 days after July 22, 2013 21 22 (the effective date of Public Act 98-104), establish 23 procedures to permit skilled care facilities licensed under the Nursing Home Care Act to submit monthly billing claims for 24 25 reimbursement purposes. Following development of these procedures, the Department shall, by July 1, 2016, test the 26

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viability of the new system and implement any necessary operational or structural changes to its information technology platforms in order to allow for the direct acceptance and payment of nursing home claims.

5 Notwithstanding any other law to the contrary, the 6 Illinois Department shall, within 365 days after August 15, 7 2014 (the effective date of Public Act 98-963), establish procedures to permit ID/DD facilities licensed under the ID/DD 8 9 Community Care Act and MC/DD facilities licensed under the 10 MC/DD Act to submit monthly billing claims for reimbursement 11 purposes. Following development of these procedures, the 12 Department shall have an additional 365 days to test the 13 viability of the new system and to ensure that any necessary structural changes 14 operational or to its information 15 technology platforms are implemented.

16 The Illinois Department shall require all dispensers of 17 medical services, other than an individual practitioner or group of practitioners, desiring to participate in the Medical 18 Assistance program established under this Article to disclose 19 20 all financial, beneficial, ownership, equity, surety or other interests in any and all firms, corporations, partnerships, 21 22 associations, business enterprises, joint ventures, agencies, 23 institutions or other legal entities providing any form of health care services in this State under this Article. 24

The Illinois Department may require that all dispensers of medical services desiring to participate in the medical HB4408 Enrolled - 22 - LRB102 22908 KTG 32061 b

assistance program established under this Article disclose, under such terms and conditions as the Illinois Department may by rule establish, all inquiries from clients and attorneys regarding medical bills paid by the Illinois Department, which inquiries could indicate potential existence of claims or liens for the Illinois Department.

7 Enrollment of a vendor shall be subject to a provisional 8 period and shall be conditional for one year. During the 9 period of conditional enrollment, the Department may terminate 10 the vendor's eligibility to participate in, or may disenroll 11 the vendor from, the medical assistance program without cause. 12 Unless otherwise specified, such termination of eligibility or 13 disenrollment is not subject to the Department's hearing 14 process. However, a disenrolled vendor may reapply without 15 penalty.

16 The Department has the discretion to limit the conditional 17 enrollment period for vendors based upon category of risk of 18 the vendor.

19 Prior to enrollment and during the conditional enrollment 20 period in the medical assistance program, all vendors shall be subject to enhanced oversight, screening, and review based on 21 22 the risk of fraud, waste, and abuse that is posed by the 23 category of risk of the vendor. The Illinois Department shall 24 establish the procedures for oversight, screening, and review, 25 which may include, but need not be limited to: criminal and 26 financial background checks; fingerprinting; license,

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certification, and authorization verifications; unscheduled or unannounced site visits; database checks; prepayment audit reviews; audits; payment caps; payment suspensions; and other screening as required by federal or State law.

5 The Department shall define or specify the following: (i) by provider notice, the "category of risk of the vendor" for 6 7 each type of vendor, which shall take into account the level of 8 screening applicable to a particular category of vendor under 9 federal law and regulations; (ii) by rule or provider notice, 10 the maximum length of the conditional enrollment period for 11 each category of risk of the vendor; and (iii) by rule, the 12 hearing rights, if any, afforded to a vendor in each category 13 of risk of the vendor that is terminated or disenrolled during the conditional enrollment period. 14

To be eligible for payment consideration, a vendor's payment claim or bill, either as an initial claim or as a resubmitted claim following prior rejection, must be received by the Illinois Department, or its fiscal intermediary, no later than 180 days after the latest date on the claim on which medical goods or services were provided, with the following exceptions:

(1) In the case of a provider whose enrollment is in
process by the Illinois Department, the 180-day period
shall not begin until the date on the written notice from
the Illinois Department that the provider enrollment is
complete.

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(2) In the case of errors attributable to the Illinois 1 2 Department or any of its claims processing intermediaries 3 which result in an inability to receive, process, or adjudicate a claim, the 180-day period shall not begin 4 until the provider has been notified of the error. 5

(3) In the case of a provider for whom the Illinois 6 7 Department initiates the monthly billing process.

8 (4) In the case of a provider operated by a unit of 9 local government with a population exceeding 3,000,000 10 when local government funds finance federal participation 11 for claims payments.

12 For claims for services rendered during a period for which a recipient received retroactive eligibility, claims must be 13 14 filed within 180 days after the Department determines the 15 applicant is eligible. For claims for which the Illinois 16 Department is not the primary payer, claims must be submitted 17 to the Illinois Department within 180 days after the final 18 adjudication by the primary payer.

19 In the case of long term care facilities, within 120 20 calendar days of receipt by the facility of required prescreening information, new admissions with associated 21 22 admission documents shall be submitted through the Medical 23 Electronic Data Interchange (MEDI) or the Recipient 24 Eligibility Verification (REV) System or shall be submitted 25 directly to the Department of Human Services using required admission forms. Effective September 1, 2014, admission 26

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documents, including all prescreening information, must be submitted through MEDI or REV. Confirmation numbers assigned to an accepted transaction shall be retained by a facility to verify timely submittal. Once an admission transaction has been completed, all resubmitted claims following prior rejection are subject to receipt no later than 180 days after the admission transaction has been completed.

8 Claims that are not submitted and received in compliance 9 with the foregoing requirements shall not be eligible for 10 payment under the medical assistance program, and the State 11 shall have no liability for payment of those claims.

12 To the extent consistent with applicable information and privacy, security, and disclosure laws, State and federal 13 14 agencies and departments shall provide the Illinois Department 15 access to confidential and other information and data 16 necessary to perform eligibility and payment verifications and 17 other Illinois Department functions. This includes, but is not information 18 limited to: pertaining to licensure; 19 certification; earnings; immigration status; citizenship; wage 20 reporting; unearned and earned income; pension income; employment; supplemental security income; social security 21 22 numbers; National Provider Identifier (NPI) numbers; the 23 National Practitioner Data Bank (NPDB); program and agency exclusions; taxpayer identification numbers; tax delinquency; 24 25 corporate information; and death records.

26 The Illinois Department shall enter into agreements with

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State agencies and departments, and is authorized to enter 1 into agreements with federal agencies and departments, under 2 3 which such agencies and departments shall share data necessary medical assistance program integrity functions 4 for and 5 oversight. The Illinois Department shall develop, in 6 cooperation with other State departments and agencies, and in 7 compliance with applicable federal laws and regulations, 8 appropriate and effective methods to share such data. At a 9 minimum, and to the extent necessary to provide data sharing, 10 the Illinois Department shall enter into agreements with State 11 agencies and departments, and is authorized to enter into 12 agreements with federal agencies and departments, including, 13 but not limited to: the Secretary of State; the Department of Revenue; the Department of Public Health; the Department of 14 Department of 15 Human Services; and the Financial and 16 Professional Regulation.

17 Beginning in fiscal year 2013, the Illinois Department shall set forth a request for information to identify the 18 19 benefits of a pre-payment, post-adjudication, and post-edit 20 claims system with the goals of streamlining claims processing and provider reimbursement, reducing the number of pending or 21 22 rejected claims, and helping to ensure a more transparent 23 adjudication process through the utilization of: (i) provider data verification and provider screening technology; and (ii) 24 25 clinical code editing; and (iii) pre-pay, preor 26 post-adjudicated predictive modeling with an integrated case HB4408 Enrolled - 27 - LRB102 22908 KTG 32061 b

1 management system with link analysis. Such a request for 2 information shall not be considered as a request for proposal 3 or as an obligation on the part of the Illinois Department to 4 take any action or acquire any products or services.

5 The Illinois Department shall establish policies, 6 procedures, standards and criteria bv rule for the 7 acquisition, repair and replacement of orthotic and prosthetic 8 devices and durable medical equipment. Such rules shall 9 provide, but not be limited to, the following services: (1) 10 immediate repair or replacement of such devices by recipients; 11 and (2) rental, lease, purchase or lease-purchase of durable 12 medical equipment in a cost-effective manner, taking into 13 consideration the recipient's medical prognosis, the extent of 14 the recipient's needs, and the requirements and costs for maintaining such equipment. Subject to prior approval, such 15 16 rules shall enable a recipient to temporarily acquire and use 17 alternative or substitute devices or equipment pending repairs replacements of any device or equipment previously 18 or 19 authorized for such recipient by the Department. 20 Notwithstanding any provision of Section 5-5f to the contrary, 21 the Department may, by rule, exempt certain replacement 22 wheelchair parts from prior approval and, for wheelchairs, 23 wheelchair parts, wheelchair accessories, and related seating and positioning items, determine the wholesale price by 24 25 methods other than actual acquisition costs.

26 The Department shall require, by rule, all providers of

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durable medical equipment to be accredited by an accreditation organization approved by the federal Centers for Medicare and Medicaid Services and recognized by the Department in order to bill the Department for providing durable medical equipment to recipients. No later than 15 months after the effective date of the rule adopted pursuant to this paragraph, all providers must meet the accreditation requirement.

8 In order to promote environmental responsibility, meet the 9 needs of recipients and enrollees, and achieve significant 10 cost savings, the Department, or a managed care organization 11 under contract with the Department, may provide recipients or 12 managed care enrollees who have a prescription or Certificate 13 of Medical Necessity access to refurbished durable medical 14 equipment under this Section (excluding prosthetic and 15 orthotic devices as defined in the Orthotics, Prosthetics, and 16 Pedorthics Practice Act and complex rehabilitation technology 17 associated services) through the State's products and assistive technology program's reutilization program, using 18 the Assistive Technology Professional 19 staff with (ATP) 20 Certification if the refurbished durable medical equipment: (i) is available; (ii) is less expensive, including shipping 21 22 costs, than new durable medical equipment of the same type; 23 (iii) is able to withstand at least 3 years of use; (iv) is cleaned, disinfected, sterilized, and safe in accordance with 24 25 federal Food and Drug Administration regulations and guidance 26 governing the reprocessing of medical devices in health care

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settings; and (v) equally meets the needs of the recipient or 1 enrollee. The reutilization program shall confirm that the 2 3 recipient or enrollee is not already in receipt of the same or similar equipment from another service provider, and that the 4 5 refurbished durable medical equipment equally meets the needs of the recipient or enrollee. Nothing in this paragraph shall 6 7 be construed to limit recipient or enrollee choice to obtain 8 new durable medical equipment or place any additional prior 9 authorization conditions on enrollees of managed care 10 organizations.

11 The Department shall execute, relative to the nursing home 12 prescreening project, written inter-agency agreements with the 13 Department of Human Services and the Department on Aging, to 14 effect the following: (i) intake procedures and common 15 eligibility criteria for those persons who are receiving 16 non-institutional services; and (ii) the establishment and 17 development of non-institutional services in areas of the State where they are not currently available 18 or are 19 undeveloped; and (iii) notwithstanding any other provision of 20 law, subject to federal approval, on and after July 1, 2012, an increase in the determination of need (DON) scores from 29 to 21 22 37 applicants for institutional for and home and 23 community-based long term care; if and only if federal 24 approval is not granted, the Department may, in conjunction 25 with other affected agencies, implement utilization controls 26 or changes in benefit packages to effectuate a similar savings

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amount for this population; and (iv) no later than July 1, 1 2 2013, minimum level of care eligibility criteria for institutional and home and community-based long term care; and 3 (v) no later than October 1, 2013, establish procedures to 4 5 permit long term care providers access to eligibility scores for individuals with an admission date who are seeking or 6 7 receiving services from the long term care provider. In order to select the minimum level of care eligibility criteria, the 8 9 Governor shall establish a workgroup that includes affected 10 agency representatives and stakeholders representing the 11 institutional and home and community-based long term care 12 interests. This Section shall not restrict the Department from 13 implementing lower level of care eligibility criteria for community-based services in circumstances where 14 federal approval has been granted. 15

16 The Illinois Department shall develop and operate, in 17 cooperation with other State Departments and agencies and in 18 compliance with applicable federal laws and regulations, 19 appropriate and effective systems of health care evaluation 20 and programs for monitoring of utilization of health care 21 services and facilities, as it affects persons eligible for 22 medical assistance under this Code.

The Illinois Department shall report annually to the General Assembly, no later than the second Friday in April of 1979 and each year thereafter, in regard to:

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(a) actual statistics and trends in utilization of

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medical services by public aid recipients;

(b) actual statistics and trends in the provision of
the various medical services by medical vendors;

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5

(c) current rate structures and proposed changes in those rate structures for the various medical vendors; and

6 (d) efforts at utilization review and control by the 7 Illinois Department.

8 The period covered by each report shall be the 3 years 9 ending on the June 30 prior to the report. The report shall 10 include suggested legislation for consideration by the General 11 Assembly. The requirement for reporting to the General 12 Assembly shall be satisfied by filing copies of the report as required by Section 3.1 of the General Assembly Organization 13 Act, and filing such additional copies with the State 14 15 Government Report Distribution Center for the General Assembly 16 as is required under paragraph (t) of Section 7 of the State 17 Library Act.

Rulemaking authority to implement Public Act 95-1045, if any, is conditioned on the rules being adopted in accordance with all provisions of the Illinois Administrative Procedure Act and all rules and procedures of the Joint Committee on Administrative Rules; any purported rule not so adopted, for whatever reason, is unauthorized.

On and after July 1, 2012, the Department shall reduce any rate of reimbursement for services or other payments or alter any methodologies authorized by this Code to reduce any rate HB4408 Enrolled - 32 - LRB102 22908 KTG 32061 b

of reimbursement for services or other payments in accordance
 with Section 5-5e.

3 Because kidney transplantation can be an appropriate, cost-effective alternative to renal dialysis when medically 4 5 necessary and notwithstanding the provisions of Section 1-11 of this Code, beginning October 1, 2014, the Department shall 6 cover kidney transplantation for noncitizens with end-stage 7 8 renal disease who are not eligible for comprehensive medical 9 benefits, who meet the residency requirements of Section 5-3 10 of this Code, and who would otherwise meet the financial 11 requirements of the appropriate class of eligible persons 12 under Section 5-2 of this Code. To qualify for coverage of kidney transplantation, such person must 13 be receiving 14 emergency renal dialysis services covered by the Department. 15 Providers under this Section shall be prior approved and 16 certified by the Department to perform kidney transplantation 17 and the services under this Section shall be limited to services associated with kidney transplantation. 18

19 Notwithstanding any other provision of this Code to the contrary, on or after July 1, 2015, all FDA approved forms of 20 medication assisted treatment prescribed for the treatment of 21 22 alcohol dependence or treatment of opioid dependence shall be 23 covered under both fee for service and managed care medical 24 assistance programs for persons who are otherwise eligible for 25 medical assistance under this Article and shall not be subject 26 to any (1) utilization control, other than those established HB4408 Enrolled - 33 - LRB102 22908 KTG 32061 b

1 under the American Society of Addiction Medicine patient 2 placement criteria, (2) prior authorization mandate, or (3) 3 lifetime restriction limit mandate.

On or after July 1, 2015, opioid antagonists prescribed 4 5 for the treatment of an opioid overdose, including the medication product, administration devices, and any pharmacy 6 7 fees or hospital fees related to the dispensing, distribution, 8 and administration of the opioid antagonist, shall be covered 9 under the medical assistance program for persons who are 10 otherwise eligible for medical assistance under this Article. 11 As used in this Section, "opioid antagonist" means a drug that 12 binds to opioid receptors and blocks or inhibits the effect of opioids acting on those receptors, including, but not limited 13 14 to, naloxone hydrochloride or any other similarly acting drug 15 approved by the U.S. Food and Drug Administration. The 16 Department shall not impose a copayment on the coverage 17 provided for naloxone hydrochloride under the medical 18 assistance program.

19 Upon federal approval, the Department shall provide 20 coverage and reimbursement for all drugs that are approved for marketing by the federal Food and Drug Administration and that 21 22 are recommended by the federal Public Health Service or the 23 United States Centers for Disease Control and Prevention for 24 pre-exposure prophylaxis and related pre-exposure prophylaxis services, including, but not limited to, HIV and sexually 25 26 transmitted infection screening, treatment for sexually HB4408 Enrolled - 34 - LRB102 22908 KTG 32061 b

transmitted infections, medical monitoring, assorted labs, and counseling to reduce the likelihood of HIV infection among individuals who are not infected with HIV but who are at high risk of HIV infection.

5 A federally qualified health center, as defined in Section 6 1905(1)(2)(B) of the federal Social Security Act, shall be 7 reimbursed by the Department in accordance with the federally qualified health center's encounter rate for services provided 8 9 to medical assistance recipients that are performed by a 10 dental hygienist, as defined under the Illinois Dental 11 Practice Act, working under the general supervision of a 12 dentist and employed by a federally qualified health center.

13 Within 90 days after October 8, 2021 (the effective date 14 of Public Act 102-665) this amendatory Act of the 102nd 15 General Assembly, the Department shall seek federal approval of a State Plan amendment to expand coverage for family 16 17 planning services that includes presumptive eligibility to individuals whose income is at or below 208% of the federal 18 poverty level. Coverage under this Section shall be effective 19 20 beginning no later than December 1, 2022.

Subject to approval by the federal Centers for Medicare and Medicaid Services of a Title XIX State Plan amendment electing the Program of All-Inclusive Care for the Elderly (PACE) as a State Medicaid option, as provided for by Subtitle I (commencing with Section 4801) of Title IV of the Balanced Budget Act of 1997 (Public Law 105-33) and Part 460 HB4408 Enrolled - 35 - LRB102 22908 KTG 32061 b

(commencing with Section 460.2) of Subchapter E of Title 42 of
 the Code of Federal Regulations, PACE program services shall
 become a covered benefit of the medical assistance program,
 subject to criteria established in accordance with all
 applicable laws.

6 Notwithstanding any other provision of this Code, 7 community-based pediatric palliative care from a trained 8 interdisciplinary team shall be covered under the medical 9 assistance program as provided in Section 15 of the Pediatric 10 Palliative Care Act.

11 (Source: P.A. 101-209, eff. 8-5-19; 101-580, eff. 1-1-20; 12 102-43, Article 30, Section 30-5, eff. 7-6-21; 102-43, Article 13 35, Section 35-5, eff. 7-6-21; 102-43, Article 55, Section 14 55-5, eff. 7-6-21; 102-95, eff. 1-1-22; 102-123, eff. 1-1-22; 15 102-558, eff. 8-20-21; 102-598, eff. 1-1-22; 102-655, eff. 16 1-1-22; 102-665, eff. 10-8-21; revised 11-18-21.)