



93RD GENERAL ASSEMBLY
State of Illinois
2003 and 2004
HB4104

Introduced 1/15/2004, by Frank J. Mautino, Patricia R. Bellock

SYNOPSIS AS INTRODUCED:

215 ILCS 5/370c

from Ch. 73, par. 982c

Amends the Illinois Insurance Code. In provisions requiring coverage for serious mental illnesses to be provided on the same terms and conditions as are applicable to other illnesses and diseases, deletes language making those provisions inoperative after December 31, 2005. Changes the phrase "A & H policies" to "accident and health insurance policies". Effective immediately.

LRB093 14687 SAS 40229 b

1 AN ACT concerning insurance.

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

4 Section 5. The Illinois Insurance Code is amended by
5 changing Section 370c as follows:

6 (215 ILCS 5/370c) (from Ch. 73, par. 982c)

7 Sec. 370c. Mental and emotional disorders.

8 (a) (1) On and after the effective date of this Section,
9 every insurer which delivers, issues for delivery or renews or
10 modifies group accident and health insurance ~~A&H~~ policies
11 providing coverage for hospital or medical treatment or
12 services for illness on an expense-incurred basis shall offer
13 to the applicant or group policyholder subject to the insurers
14 standards of insurability, coverage for reasonable and
15 necessary treatment and services for mental, emotional or
16 nervous disorders or conditions, other than serious mental
17 illnesses as defined in item (2) of subsection (b), up to the
18 limits provided in the policy for other disorders or
19 conditions, except (i) the insured may be required to pay up to
20 50% of expenses incurred as a result of the treatment or
21 services, and (ii) the annual benefit limit may be limited to
22 the lesser of \$10,000 or 25% of the lifetime policy limit.

23 (2) Each insured that is covered for mental, emotional or
24 nervous disorders or conditions shall be free to select the
25 physician licensed to practice medicine in all its branches,
26 licensed clinical psychologist, licensed clinical social
27 worker, or licensed clinical professional counselor of his
28 choice to treat such disorders, and the insurer shall pay the
29 covered charges of such physician licensed to practice medicine
30 in all its branches, licensed clinical psychologist, licensed
31 clinical social worker, or licensed clinical professional
32 counselor up to the limits of coverage, provided (i) the

1 disorder or condition treated is covered by the policy, and
2 (ii) the physician, licensed psychologist, licensed clinical
3 social worker, or licensed clinical professional counselor is
4 authorized to provide said services under the statutes of this
5 State and in accordance with accepted principles of his
6 profession.

7 (3) Insofar as this Section applies solely to licensed
8 clinical social workers and licensed clinical professional
9 counselors, those persons who may provide services to
10 individuals shall do so after the licensed clinical social
11 worker or licensed clinical professional counselor has
12 informed the patient of the desirability of the patient
13 conferring with the patient's primary care physician and the
14 licensed clinical social worker or licensed clinical
15 professional counselor has provided written notification to
16 the patient's primary care physician, if any, that services are
17 being provided to the patient. That notification may, however,
18 be waived by the patient on a written form. Those forms shall
19 be retained by the licensed clinical social worker or licensed
20 clinical professional counselor for a period of not less than 5
21 years.

22 (b) (1) An insurer that provides coverage for hospital or
23 medical expenses under a group policy of accident and health
24 insurance or health care plan amended, delivered, issued, or
25 renewed after the effective date of this amendatory Act of the
26 92nd General Assembly shall provide coverage under the policy
27 for treatment of serious mental illness under the same terms
28 and conditions as coverage for hospital or medical expenses
29 related to other illnesses and diseases. The coverage required
30 under this Section must provide for same durational limits,
31 amount limits, deductibles, and co-insurance requirements for
32 serious mental illness as are provided for other illnesses and
33 diseases. This subsection does not apply to coverage provided
34 to employees by employers who have 50 or fewer employees.

35 (2) "Serious mental illness" means the following
36 psychiatric illnesses as defined in the most current edition of

1 the Diagnostic and Statistical Manual (DSM) published by the
2 American Psychiatric Association:

3 (A) schizophrenia;

4 (B) paranoid and other psychotic disorders;

5 (C) bipolar disorders (hypomanic, manic, depressive,
6 and mixed);

7 (D) major depressive disorders (single episode or
8 recurrent);

9 (E) schizoaffective disorders (bipolar or depressive);

10 (F) pervasive developmental disorders;

11 (G) obsessive-compulsive disorders;

12 (H) depression in childhood and adolescence; and

13 (I) panic disorder.

14 (3) Upon request of the reimbursing insurer, a provider of
15 treatment of serious mental illness shall furnish medical
16 records or other necessary data that substantiate that initial
17 or continued treatment is at all times medically necessary. An
18 insurer shall provide a mechanism for the timely review by a
19 provider holding the same license and practicing in the same
20 specialty as the patient's provider, who is unaffiliated with
21 the insurer, jointly selected by the patient (or the patient's
22 next of kin or legal representative if the patient is unable to
23 act for himself or herself), the patient's provider, and the
24 insurer in the event of a dispute between the insurer and
25 patient's provider regarding the medical necessity of a
26 treatment proposed by a patient's provider. If the reviewing
27 provider determines the treatment to be medically necessary,
28 the insurer shall provide reimbursement for the treatment.
29 Future contractual or employment actions by the insurer
30 regarding the patient's provider may not be based on the
31 provider's participation in this procedure. Nothing prevents
32 the insured from agreeing in writing to continue treatment at
33 his or her expense. When making a determination of the medical
34 necessity for a treatment modality for serious mental illness,
35 an insurer must make the determination in a manner that is
36 consistent with the manner used to make that determination with

1 respect to other diseases or illnesses covered under the
2 policy, including an appeals process.

3 (4) A group health benefit plan:

4 (A) shall provide coverage based upon medical
5 necessity for the following treatment of mental illness in
6 each calendar year;

7 (i) 45 days of inpatient treatment; and

8 (ii) 35 visits for outpatient treatment including
9 group and individual outpatient treatment;

10 (B) may not include a lifetime limit on the number of
11 days of inpatient treatment or the number of outpatient
12 visits covered under the plan; and

13 (C) shall include the same amount limits, deductibles,
14 copayments, and coinsurance factors for serious mental
15 illness as for physical illness.

16 (5) An issuer of a group health benefit plan may not count
17 toward the number of outpatient visits required to be covered
18 under this Section an outpatient visit for the purpose of
19 medication management and shall cover the outpatient visits
20 under the same terms and conditions as it covers outpatient
21 visits for the treatment of physical illness.

22 (6) An issuer of a group health benefit plan may provide or
23 offer coverage required under this Section through a managed
24 care plan.

25 (7) This Section shall not be interpreted to require a
26 group health benefit plan to provide coverage for treatment of:

27 (A) an addiction to a controlled substance or cannabis
28 that is used in violation of law; or

29 (B) mental illness resulting from the use of a
30 controlled substance or cannabis in violation of law.

31 (8) (Blank). ~~This subsection (b) is inoperative after~~
32 ~~December 31, 2005.~~

33 (Source: P.A. 92-182, eff. 7-27-01; 92-185, eff. 1-1-02;
34 92-651, eff. 7-11-02.)

35 Section 99. Effective date. This Act takes effect upon

1 becoming law.