

# SB2205



## 96TH GENERAL ASSEMBLY

State of Illinois

2009 and 2010

SB2205

Introduced 2/20/2009, by Sen. Christine Radogno

### SYNOPSIS AS INTRODUCED:

215 ILCS 130/2005

from Ch. 73, par. 1502-5

Amends the Limited Health Service Organization Act. Makes a technical change in a Section concerning claims liability.

LRB096 11520 WGH 22001 b

A BILL FOR

1 AN ACT concerning regulation.

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

4 Section 5. The Limited Health Service Organization Act is  
5 amended by changing Section 2005 as follows:

6 (215 ILCS 130/2005) (from Ch. 73, par. 1502-5)

7 Sec. 2005. Claims Liabilities.

8 (a) Every limited health service organization shall, at all  
9 times, maintain liabilities in an amount estimated in the ~~the~~  
10 aggregate to provide for the payment of all claims incurred and  
11 any due and unpaid provider capitation, whether reported or  
12 unreported, which are unpaid and for which such organization is  
13 or may be liable, and to provide for the expense of adjustment  
14 or settlement of such claims. Such liabilities shall be  
15 computed in accordance with regulations promulgated by the  
16 Director upon reasonable consideration of the ascertained  
17 experience and character of such business for the purpose of  
18 adequately protecting enrollees and securing the solvency of  
19 such organizations.

20 (b) Whenever the claim and claim expense experience of any  
21 such organization shows the liabilities calculated in  
22 accordance with such regulations to be inadequate, the Director  
23 may require such organization to maintain additional

1 liabilities.

2 (Source: P.A. 86-600.)