98TH GENERAL ASSEMBLY

State of Illinois

2013 and 2014

SB1630

Introduced 2/13/2013, by Sen. William R. Haine

SYNOPSIS AS INTRODUCED:

210 ILCS 25/7-105 new 225 ILCS 60/70 new

Amends the Medical Practice Act of 1987 and the Illinois Clinical Laboratory and Blood Bank Act. Provides that a clinical laboratory or physician that provides anatomic pathology services for patients in this State shall present or cause to be presented a claim, bill, or demand for payment for these services only to specified people. Provides that the clinical laboratory or physician shall not charge, bill, or otherwise solicit payment for anatomic pathology services unless the services were rendered personally by the clinical laboratory or physician or under the clinical laboratory's or physician's direct supervision. Defines "anatomic pathology services". Makes other changes. Effective December 31, 2013.

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AN ACT concerning regulation.

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

Section 5. The Illinois Clinical Laboratory and Blood Bank
Act is amended by adding Section 7-105 as follows:

6	(210 ILCS 25/7-105 new)
7	Sec. 7-105. Direct billing of anatomic pathology services.
8	(a) A clinical laboratory that provides anatomic pathology
9	services for patients in this State shall present or cause to
10	be presented a claim, bill, or demand for payment for these
11	services only to:
12	(1) the patient directly;
13	(2) the responsible insurer or other third-party
14	payor;
15	(3) the hospital, public health clinic, or nonprofit
16	health clinic ordering such services;
17	(4) the referring laboratory, excluding a laboratory
18	of a physician's office or group practice that does not
19	perform the professional component of the anatomic
20	pathology service for which the claim, bill, or demand is
21	presented;
22	(5) governmental agencies, specified public or private
23	agents of government agencies, or organizations, working

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1	on behalf of the recipient of the services.
2	(b) Clinical laboratories shall not, directly or
3	indirectly, charge, bill, or otherwise solicit payment for
4	anatomic pathology services unless the services were rendered
5	by the clinical laboratory or by the laboratory's employee or
6	agent in accordance with Section 353 of the Public Health
7	<u>Service Act (42 U.S.C. 263a).</u>
8	(c) No patient, insurer, third-party payor, hospital,
9	public health clinic, or nonprofit health clinic shall be
10	required to reimburse any clinical laboratory for charges or
11	claims submitted in violation of this Section.
12	(d) Nothing in this Section shall be construed to mandate
13	the assignment of benefits for anatomic pathology services as
14	defined in this Section.
15	(e) For purposes of this Section, the term "anatomic
16	<pre>pathology services" means:</pre>
17	(1) histopathology or surgical pathology, meaning the
18	gross and microscopic examination performed by a physician
19	or under the supervision of a physician, including
20	histologic processing;
21	(2) cytopathology, meaning the microscopic examination
22	of cells from the following: (i) fluids, (ii) aspirates,
23	(iii) washings, (iv) brushings, or (v) smears, including
24	the Pap test examination performed by a physician or under
25	the supervision of a physician;
26	(3) hematology, meaning the microscopic evaluation of

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bone marrow aspirates and biopsies performed by a 1 2 physician, or under the supervision of a physician, and 3 peripheral blood smears when the attending or treating physician or technologist requests that a blood smear be 4 reviewed by a pathologist; 5 (4) sub-cellular pathology or molecular pathology, 6 7 meaning the assessment of a patient specimen for the detection, localization, measurement, or analysis of one 8 9 or more protein or nucleic acid targets; and 10 (5) blood-banking services performed by pathologists. 11 (f) The provisions of this Section do not prohibit billing 12 of a referring laboratory for anatomic pathology services in

instances where a sample or samples must be sent to another laboratory for consultation or histologic processing. For purposes of this subsection (f), the term "referring laboratory" does not include a laboratory of a physician's office or group practice that does not perform the professional component of the anatomic pathology service involved.

19 (g) The Department may revoke, suspend, or deny renewal of 20 the license of any clinical laboratory who violates the 21 provisions of this Section.

(h) A person who receives a bill for an anatomic pathology service made in knowing and willful violation of this Section may maintain an action to recover the actual amount paid for the bill.

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1 2	Section 10. The Medical Practice Act of 1987 is amended by adding Section 70 as follows:
3	(225 ILCS 60/70 new)
4	Sec. 70. Direct billing of anatomic pathology services.
5	(a) A physician that provides anatomic pathology services
6	for patients in this State shall present or cause to be
7	presented a claim, bill, or demand for payment for these
8	services only to:
9	(1) the patient directly;
10	(2) the responsible insurer or other third-party
11	payor;
12	(3) the hospital, public health clinic, or nonprofit
13	health clinic ordering such services;
14	(4) the referring laboratory, excluding a laboratory
15	of a physician's office or group practice that does not
16	perform the professional component of the anatomic
17	pathology service for which the claim, bill, or demand is
18	presented;
19	(5) governmental agencies, specified public or private
20	agents of government agencies, or organizations, working
21	on behalf of the recipient of the services.
22	(b) Except for a physician at a referring laboratory that
23	has been billed pursuant to subsection (f), physicians shall
24	not, directly or indirectly, charge, bill, or otherwise solicit
25	payment for anatomic pathology services unless the services

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were rendered personally by the physician or under the physician's direct supervision in accordance with Section 353 of the Public Health Service Act (42 U.S.C. 263a).

4 (c) No patient, insurer, third-party payor, hospital,
5 public health clinic, or nonprofit health clinic shall be
6 required to reimburse any physician for charges or claims
7 submitted in violation of this Section.

8 <u>(d) Nothing in this Section shall be construed to mandate</u> 9 <u>the assignment of benefits for anatomic pathology services as</u> 10 <u>defined in this Section.</u>

11 (e) For purposes of this Section, the term "anatomic 12 pathology services" means:

13 (1) histopathology or surgical pathology, meaning the 14 gross and microscopic examination performed by a physician 15 or under the supervision of a physician, including 16 histologic processing;

17 (2) cytopathology, meaning the microscopic examination 18 of cells from the following: (i) fluids, (ii) aspirates, 19 (iii) washings, (iv) brushings, or (v) smears, including 20 the Pap test examination performed by a physician or under 21 the supervision of a physician;

22 (3) hematology, meaning the microscopic evaluation of 23 bone marrow aspirates and biopsies performed by a 24 physician, or under the supervision of a physician, and 25 peripheral blood smears when the attending or treating 26 physician or technologist requests that a blood smear be

1	reviewed by a pathologist;
2	(4) sub-cellular pathology or molecular pathology,
3	meaning the assessment of a patient specimen for the
4	detection, localization, measurement, or analysis of one
5	or more protein or nucleic acid targets; and
6	(5) blood-banking services performed by pathologists.
7	(f) The provisions of this Section do not prohibit billing
8	of a referring laboratory for anatomic pathology services in
9	instances where a sample or samples must be sent to another
10	physician or laboratory for consultation or histologic
11	processing. For purposes of this subsection (f), the term
12	"referring laboratory" does not include a laboratory of a
13	physician's office or group practice that does not perform the
14	professional component of the anatomic pathology service
15	involved.
16	(q) The Department may revoke, suspend, or deny renewal of
17	the license of any physician who violates the provisions of
18	this Section.
19	(h) A person who receives a bill for an anatomic pathology
20	service made in knowing and willful violation of this Section
21	may maintain an action to recover the actual amount paid for
22	the bill.
23	Section 99. Effective date. This Act takes effect December

23 Section 99. Effective date. This Act takes effect December24 31, 2013.