

## 100TH GENERAL ASSEMBLY State of Illinois 2017 and 2018 SB2031

Introduced 2/10/2017, by Sen. Thomas Cullerton

## SYNOPSIS AS INTRODUCED:

210 ILCS 45/2-202

from Ch. 111 1/2, par. 4152-202

Amends the Nursing Home Care Act. Provides that for a specified written agreement provided by a resident to a facility under the Act, the agreement may authorize the resident's representative to represent the resident's interests in securing and maintaining Medicaid long-term care benefits, including banking records, redeterminations, appeal proceedings, and legal challenges, or that the resident may choose another individual or entity to perform these functions, which shall require a separate written agreement. Provides that an authorization granted by a resident under a specified provision shall not be diminished or terminated by the death of the resident. Effective immediately.

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1 AN ACT concerning regulation.

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

Section 5. The Nursing Home Care Act is amended by changing Section 2-202 as follows:

6 (210 ILCS 45/2-202) (from Ch. 111 1/2, par. 4152-202)

Sec. 2-202. (a) Before a person is admitted to a facility, or at the expiration of the period of previous contract, or when the source of payment for the resident's care changes from private to public funds or from public to private funds, a written contract shall be executed between a licensee and the following in order of priority:

- (1) the person, or if the person is a minor, his parent or quardian; or
- 15 (2) the person's guardian, if any, or agent, if any, as
  16 defined in Section 2-3 of the Illinois Power of Attorney
  17 Act; or
  - (3) a member of the person's immediate family.

An adult person shall be presumed to have the capacity to contract for admission to a long term care facility unless he has been adjudicated a "person with a disability" within the meaning of Section 11a-2 of the Probate Act of 1975, or unless a petition for such an adjudication is pending in a circuit

1 court of Illinois.

If there is no guardian, agent or member of the person's immediate family available, able or willing to execute the contract required by this Section and a physician determines that a person is so disabled as to be unable to consent to placement in a facility, or if a person has already been found to be a "person with a disability", but no order has been entered allowing residential placement of the person, that person may be admitted to a facility before the execution of a contract required by this Section; provided that a petition for guardianship or for modification of guardianship is filed within 15 days of the person's admission to a facility, and provided further that such a contract is executed within 10 days of the disposition of the petition.

No adult shall be admitted to a facility if he objects, orally or in writing, to such admission, except as otherwise provided in Chapters III and IV of the Mental Health and Developmental Disabilities Code or Section 11a-14.1 of the Probate Act of 1975.

If a person has not executed a contract as required by this Section, then such a contract shall be executed on or before July 1, 1981, or within 10 days after the disposition of a petition for guardianship or modification of guardianship that was filed prior to July 1, 1981, whichever is later.

Before a licensee enters a contract under this Section, it shall provide the prospective resident and his or her guardian,

- 1 if any, with written notice of the licensee's policy regarding
- 2 discharge of a resident whose private funds for payment of care
- 3 are exhausted.
- 4 Before a licensee enters into a contract under this
- 5 Section, it shall provide the resident or prospective resident
- 6 and his or her guardian, if any, with a copy of the licensee's
- 7 policy regarding the assignment of Social Security
- 8 representative payee status as a condition of the contract when
- 9 the resident's or prospective resident's care is being funded
- 10 under Title XIX of the Social Security Act and Article V of the
- 11 Illinois Public Aid Code.
- 12 (b) A resident shall not be discharged or transferred at
- the expiration of the term of a contract, except as provided in
- 14 Sections 3-401 through 3-423.
- 15 (c) At the time of the resident's admission to the
- 16 facility, a copy of the contract shall be given to the
- 17 resident, his guardian, if any, and any other person who
- 18 executed the contract.
- 19 (d) A copy of the contract for a resident who is supported
- 20 by nonpublic funds other than the resident's own funds shall be
- 21 made available to the person providing the funds for the
- 22 resident's support.
- 23 (e) The original or a copy of the contract shall be
- 24 maintained in the facility and be made available upon request
- 25 to representatives of the Department and the Department of
- 26 Healthcare and Family Services.

1 (:	f)	The	contract	shall	be	written	in	clear	and	unambiguous
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- 2 language and shall be printed in not less than 12-point type.
- 3 The general form of the contract shall be prescribed by the
- 4 Department.

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- (g) The contract shall specify:
- (1) the term of the contract;
- 7 (2) the services to be provided under the contract and 8 the charges for the services;
  - (3) the services that may be provided to supplement the contract and the charges for the services;
  - (4) the sources liable for payments due under the contract;
    - (5) the amount of deposit paid; and
  - (6) the rights, duties and obligations of the resident, except that the specification of a resident's rights may be furnished on a separate document which complies with the requirements of Section 2-211.
  - (h) The contract shall designate the name of the resident's representative, if any. The resident shall provide the facility with a copy of the written agreement between the resident and the resident's representative which authorizes the resident's representative to inspect and copy the resident's records and authorizes the resident's representative to execute the contract on behalf of the resident required by this Section.

    The agreement may also authorize the resident's representative to represent the resident's interests in securing and

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- maintaining Medicaid <u>long-term care benefits</u>, including 1 banking records, redeterminations, appeal proceedings, and 2 3 legal challenges, or the resident may choose another individual or entity to perform these functions, which shall require a 4 separate written agreement. An authorization granted under 5 this subsection shall not be diminished or terminated by the 6 7 death of the resident.
  - (i) The contract shall provide that if the resident is compelled by a change in physical or mental health to leave the facility, the contract and all obligations under it shall terminate on 7 days notice. No prior notice of termination of the contract shall be required, however, in the case of a resident's death. The contract shall also provide that in all other situations, a resident may terminate the contract and all obligations under it with 30 days notice. All charges shall be prorated as of the date on which the contract terminates, and, if any payments have been made in advance, the excess shall be refunded to the resident. This provision shall not apply to life-care contracts through which a facility agrees to provide maintenance and care for a resident throughout the remainder of his life nor to continuing-care contracts through which a facility agrees to supplement all available forms of financial support in providing maintenance and care for a resident throughout the remainder of his life.
  - In addition to all other contract specifications contained in this Section admission contracts shall also

1 specify:

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- 2 (1) whether the facility accepts Medicaid clients;
- 3 (2) whether the facility requires a deposit of the 4 resident or his family prior to the establishment of 5 Medicaid eligibility;
  - (3) in the event that a deposit is required, a clear and concise statement of the procedure to be followed for the return of such deposit to the resident or the appropriate family member or quardian of the person;
  - (4) that all deposits made to a facility by a resident, or on behalf of a resident, shall be returned by the facility within 30 days of the establishment of Medicaid eligibility, unless such deposits must be drawn upon or encumbered in accordance with Medicaid eligibility requirements established by the Department of Healthcare and Family Services.
- 17 (k) It shall be a business offense for a facility to
  18 knowingly and intentionally both retain a resident's deposit
  19 and accept Medicaid payments on behalf of that resident.
- 20 (Source: P.A. 98-104, eff. 7-22-13; 99-143, eff. 7-27-15.)
- 21 Section 99. Effective date. This Act takes effect upon 22 becoming law.