

**104TH GENERAL ASSEMBLY****State of Illinois****2025 and 2026****HB2371**

Introduced 2/4/2025, by Rep. Nicolle Grasse

**SYNOPSIS AS INTRODUCED:**

215 ILCS 5/370a

from Ch. 73, par. 982a

Amends the Illinois Insurance Code. Provides that no provision of the Illinois Insurance Code, or any other law, prohibits assignability rights to an insured under any policy of dental insurance (in addition to accident and health insurance). Provides that if an enrollee or insured of an insurer, health maintenance organization, managed care plan, health care plan, preferred provider organization, dental service plan corporation, dental insurer, or third party administrator assigns a claim to a health care professional, or health care facility, a dental care provider, or a dental care facility, then payment shall be made directly to the health care professional, or health care facility, dental care provider, or dental care facility, including any required interest. Effective immediately.

LRB104 06098 BAB 16131 b

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 Illinois Insurance Code is amended by  
5                   changing Section 370a as follows:

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

7                   Sec. 370a. Assignability of dental insurance and accident  
8                   and health insurance ~~Accident and Health Insurance~~.

9                   No provision of the Illinois Insurance Code, or any other  
10                  law, prohibits an insured under any policy of dental insurance  
11                  or accident and health insurance or any other person who may be  
12                  the owner of any rights under any such policy from making an  
13                  assignment of all or any part of his rights and privileges  
14                  under the policy including but not limited to the right to  
15                  designate a beneficiary and to have an individual policy  
16                  issued in accordance with its terms. Subject to the terms of  
17                  the policy or any contract relating thereto, an assignment by  
18                  an insured or by any other owner of rights under the policy,  
19                  made before or after the effective date of this amendatory Act  
20                  of 1969 is valid for the purpose of vesting in the assignee, in  
21                  accordance with any provisions included therein as to the time  
22                  at which it is effective, all rights and privileges so  
23                  assigned. However, such assignment is without prejudice to the

1 company on account of any payment it makes or individual  
2 policy it issues before receipt of notice of the assignment.  
3 This amendatory Act of 1969 acknowledges, declares and  
4 codifies the existing right of assignment of interests under  
5 accident and health insurance policies. If an enrollee or  
6 insured of an insurer, health maintenance organization,  
7 managed care plan, health care plan, preferred provider  
8 organization, dental service plan corporation, dental insurer,  
9 or third party administrator assigns a claim to a health care  
10 professional, or health care facility, dental care provider,  
11 or dental care facility, then payment shall be made directly  
12 to the health care professional, or health care facility,  
13 dental care provider, or dental care facility, including any  
14 interest required under Section 368aT of this Code for failure  
15 to pay claims within 30 days after receipt by the insurer of  
16 due proof of loss. Nothing in this Section shall be construed  
17 to prevent any parties from reconciling duplicate payments.

18 (Source: P.A. 91-605, eff. 12-14-99; 91-788, eff. 6-9-00.)

19 Section 99. Effective date. This Act takes effect upon  
20 becoming law.