



101ST GENERAL ASSEMBLY

State of Illinois

2019 and 2020

HB4094

Introduced 1/16/2020, by Rep. Allen Skillicorn

SYNOPSIS AS INTRODUCED:

215 ILCS 190/10

Amends the Short-Term, Limited-Duration Health Insurance Coverage Act. Provides that a short-term, limited-duration health insurance coverage policy must have an expiration date that is less than 3 years (rather than 181 days) and may be renewed or extended (rather than prohibiting a policy to be renewable or extendable within a period of 365 days after the individual's coverage under the policy ends). Effective immediately.

LRB101 16274 BMS 65647 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 Short-Term, Limited-Duration Health
5 Insurance Coverage Act is amended by changing Section 10 as
6 follows:

7 (215 ILCS 190/10)

8 Sec. 10. Application; scope; duration of coverage.

9 (a) This Act applies to health insurance issuers that offer
10 short-term, limited-duration health insurance coverage to
11 individuals in this State and to short-term, limited-duration
12 health insurance coverage that is delivered or issued for
13 delivery in this State, including coverage issued outside of
14 this State that covers individuals in this State.

15 (b) A short-term, limited-duration health insurance
16 coverage policy may not be issued or delivered to any person
17 residing in this State unless the policy, when delivered or
18 issued for delivery in this State, complies with the provisions
19 of this Act.

20 (c) Any short-term, limited-duration health insurance
21 coverage policy that is delivered or issued for delivery in
22 this State must have an expiration date in the policy that is
23 less than 3 years ~~181 days~~ after the effective date and may be

1 ~~renewed or extended shall not be renewable or extendable within~~
2 ~~a period of 365 days after the individual's coverage under the~~
3 ~~policy ends, either at the option of the issuer or the~~
4 ~~individual. Renewal of a short-term, limited-duration health~~
5 ~~insurance coverage policy includes the issuance of a new~~
6 ~~short-term, limited-duration health insurance policy by an~~
7 ~~issuer to a policyholder within 60 days after the expiration of~~
8 ~~a policy previously issued by the issuer to the policyholder.~~

9 (d) Any short-term, limited-duration health insurance
10 coverage policy that is delivered or issued for delivery in
11 this State may not be rescinded before the expiration date in
12 the policy, except in cases of nonpayment of premiums, fraud,
13 or as provided in subsection (e).

14 (e) Any short-term, limited-duration health insurance
15 coverage policy that is delivered or issued for delivery in
16 this State shall contain an option for an individual to cancel
17 coverage after any 30-day interval during the term of the plan.
18 (Source: P.A. 100-1118, eff. 11-27-18.)

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