

HB4174



103RD GENERAL ASSEMBLY

State of Illinois

2023 and 2024

HB4174

by Rep. Margaret Croke

SYNOPSIS AS INTRODUCED:

New Act

Creates the Medical Financing Disclosure Act. Provides that, beginning January 1, 2025, medical providers referring patients to any third-party medical financing plan are required to disclose (i) that the referred financing plan is from a third-party entity or provider that is unaffiliated with the medical provider or with a governmental entity, if applicable, and (ii) specified relevant terms of the plan. Defines "third-party medical financing plan".

LRB103 34596 RPS 64434 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 1. Short title. This Act may be cited as the
5 Medical Financing Disclosure Act.

6 Section 5. Definition. In this Act, "third-party medical
7 financing plan" means a medical financing plan, such as a
8 medical credit card offering a structured installment loan
9 plan, offered by a private entity unaffiliated with the
10 medical provider referring the plan or with any governmental
11 entity.

12 Section 10. Required disclosures. Beginning January 1,
13 2025, medical providers referring patients to any third-party
14 medical financing plan are required to disclose the following:

15 (1) that the referred financing plan is from a
16 third-party entity or provider that is unaffiliated with
17 the medical provider or with a governmental entity, if
18 applicable; and

19 (2) the relevant terms of the plan, including, at
20 minimum, the following:

21 (A) the offered annual percentage rate for the
22 financing plan, and whether the plan offers the annual

1 percentage rate based on a prospective patient's
2 credit score rather than a flat annual percentage
3 rate;

4 (B) down payments or fees associated with the
5 plan;

6 (C) medical services covered by the plan;

7 (D) relevant term lengths;

8 (E) the length of any promotional period, such as
9 deferred interest, and the interest and fees that will
10 be charged once the promotional period has concluded;
11 and

12 (F) any applicable credit limit.