96TH GENERAL ASSEMBLY

State of Illinois

2009 and 2010

HB3848

Introduced 2/26/2009, by Rep. Deborah Mell

SYNOPSIS AS INTRODUCED:

215 ILCS 125/2-5

from Ch. 111 1/2, par. 1406.1

Amends the Health Maintenance Organization Act. Makes a technical change in a Section concerning claims liability.

LRB096 07831 RPM 17934 b

HB3848

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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 Health Maintenance Organization Act is
amended by changing Section 2-5 as follows:

6 (215 ILCS 125/2-5) (from Ch. 111 1/2, par. 1406.1)

7 Sec. 2-5. Claims Liabilities. Every Health Maintenance Organization shall, at all times, maintain liabilities in an 8 9 amount estimated in the the aggregate to provide for the payment of all claims incurred and any due and unpaid provider 10 capitation, whether reported or unreported, which are unpaid 11 and for which such organization is or may be liable, and to 12 provide for the expense of adjustment or settlement of such 13 14 claims. Such liabilities shall be computed in accordance with regulations promulgated by the Director upon reasonable 15 consideration of the ascertained experience and character of 16 17 such business for the purpose of adequately protecting enrollees and securing the solvency of such organizations. 18

Whenever the claim and claim expense experience of any such organization shows the liabilities calculated in accordance with such regulations to be inadequate, the Director may require such organization to maintain additional liabilities. (Source: P.A. 86-620.)