96TH GENERAL ASSEMBLY

State of Illinois

2009 and 2010

HB5107

Introduced 1/29/2010, by Rep. Greg Harris

SYNOPSIS AS INTRODUCED:

215 ILCS 5/368d

Amends the Illinois Insurance Code. In the provision concerning recoupment, provides that no recoupment or offset may be requested or withheld from future payments 180 or more days after the original payment is made. Provides that no contract between an insurer and a health care professional or health care provider may provide for recoupments in violation of the provision concerning recoupment.

LRB096 18006 RPM 33378 b

HB5107

AN ACT concerning insurance.

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 368d as follows:

6 (215 ILCS 5/368d)

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Sec. 368d. Recoupments.

(a) A health care professional or health care provider 8 9 shall be provided a remittance advice, which must include an explanation of a recoupment or offset taken by an insurer, 10 11 health maintenance organization, independent practice 12 association, or physician hospital organization, if any. The recoupment explanation shall, at a minimum, include the name of 13 14 the patient; the date of service; the service code or if no service code is available a service description; the recoupment 15 amount; and the reason for the recoupment or offset. In 16 17 health addition, an insurer, maintenance organization, independent practice association, or 18 physician hospital 19 organization shall provide with the remittance advice a 20 telephone number or mailing address to initiate an appeal of 21 the recoupment or offset.

(b) It is not a recoupment when a health care professionalor health care provider is paid an amount prospectively or

1 concurrently under a contract with an insurer, health 2 maintenance organization, independent practice association, or 3 physician hospital organization that requires a retrospective 4 reconciliation based upon specific conditions outlined in the 5 contract.

6 <u>(c) No recoupment or offset may be requested or withheld</u> 7 <u>from future payments 180 or more days after the original</u> 8 <u>payment is made. No contract between an insurer and a health</u> 9 <u>care professional or health care provider may provide for</u> 10 <u>recoupments in violation of this Section.</u> 11 (Source: P.A. 93-261, eff. 1-1-04.)