

**SB0680**



**96TH GENERAL ASSEMBLY**

**State of Illinois**

**2009 and 2010**

**SB0680**

Introduced 2/6/2009, by Sen. John J. Cullerton

**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 06744 RPM 16828 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 5. The Health Maintenance Organization Act is  
5 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  
8 Organization shall, at all times, maintain liabilities in an  
9 amount estimated in the ~~the~~ aggregate to provide for the  
10 payment of all claims incurred and any due and unpaid provider  
11 capitation, whether reported or unreported, which are unpaid  
12 and for which such organization is or may be liable, and to  
13 provide for the expense of adjustment or settlement of such  
14 claims. Such liabilities shall be computed in accordance with  
15 regulations promulgated by the Director upon reasonable  
16 consideration of the ascertained experience and character of  
17 such business for the purpose of adequately protecting  
18 enrollees and securing the solvency of such organizations.

19 Whenever the claim and claim expense experience of any such  
20 organization shows the liabilities calculated in accordance  
21 with such regulations to be inadequate, the Director may  
22 require such organization to maintain additional liabilities.

23 (Source: P.A. 86-620.)