

**PROPOSED CHANGES IN METHODS AND STANDARDS FOR ESTABLISHING  
MEDICAL ASSISTANCE PAYMENT RATES**

**STATE OF ILLINOIS  
DEPARTMENT OF HEALTHCARE AND FAMILY SERVICES**

**Date: February 28, 2025**

The Illinois Department of Healthcare and Family Services (HFS) is proposing a change in the methods and standards by which the Department will reimburse hospital providers. The proposed change is effective for dates of service on or after January 1, 2026.

The Department is proposing to reimburse hospitals for high-cost drugs that cost more than \$1,000,000 outside their bundled payment rate methodology. Hospitals will submit claims for high-cost drugs separately and be reimbursed for these drugs consistent with existing reimbursement methodologies for physician administered drugs.

This proposed change is anticipated to produce a net increase of \$10 million for services provided through fee-for-service or through managed care organizations. The proposed change is subject to approval by the federal Centers for Medicare and Medicaid Services and may be modified or revised during the approval process.

Any interested party may submit questions or comments concerning these proposed changes in reimbursement methods and standards. Comments received regarding this notice shall be published on the HFS web site at <https://hfs.illinois.gov/info/legal/publicnotices.html>. It is recommended to include the name of the public notice in the subject line. All questions or comments must be submitted in writing within thirty (30) days of the publication date of this notice and addressed to:

Bureau of Program and Policy Coordination  
Division of Medical Programs  
Healthcare and Family Services  
201 South Grand Avenue East  
Springfield, IL 62763-0001  
E-mail address: [HFS.BPPC@illinois.gov](mailto:HFS.BPPC@illinois.gov)

The notice may be viewed at the DHS local offices (except in Cook County). In Cook County, the notice may be reviewed at the Office of the Director, Illinois Department of Healthcare and Family Services, 401 South Clinton Street, 1st Floor, Chicago, Illinois.

This notice is being provided in accordance with federal requirements found at 42 CFR 447.205.