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AN ACT in relation to health.

Be it enacted by the People of the State of Illinois,represented in the General Assembly:

Section 1. Short title. This Act may be cited as the
Anti-Obesity and Related Comorbidities Therapy Act.

б Section 5. Public policy. It is declared that for the benefit of the people of the State of Illinois, 7 the 8 Department of Public Health, in cooperation with other State agencies, shall be responsible for supporting programs aimed 9 at reducing the incidence and effects of obesity and its 10 related comorbidities. The State acknowledges that obesity 11 is the second-leading cause of death in the United States 12 13 after smoking, resulting in more than 300,000 preventable There is a causal relationship between 14 deaths each year. 15 obesity and other serious health complications, including, 16 but not limited to, coronary heart disease, cerebrovascular disease (stroke), type II diabetes mellitus, hypertension, 17 18 sleep apnea, dyslipidemia, gallbladder disease, gastric 19 reflux disease, gout, osteoarthritis of the hips and knees, 20 cancer, infertility, and respiratory difficulties, all of which lead to an increase in obesity-related morbidity and 21 22 mortality. In addition to the health implications, the economic consequences of the skyrocketing incidence 23 of obesity rates are substantial. The direct cost of diagnosis, 24 treatment, and management of obesity and obesity-related 25 diseases is estimated to be \$45.8 billion, or 6.8% of total 26 27 national health care expenditures. The reduction in workplace 28 productivity due to an increase in the number of sick days 29 and physical limitations is estimated to have an annual impact on our economy of \$52 billion per year. 30

31 Obesity continues to dramatically increase both in the

1 United States and in Illinois. One-third of the U.S. 2 population is considered to be obese. The Centers for Disease Control and Prevention reported that 33.5% of the 3 4 Illinois population was obese in 1998. Obesity, while on the rise in all adult demographic categories, is more prevalent 5 6 African-American and Hispanic populations. among Amonq 7 children, there has been a 42% increase in childhood obesity 8 rates since 1980, placing children at an increased risk for 9 diabetes, hypertension, heart disease, and stroke later in life. 10

11 Tt. is clear that obesity has a significant impact on the health of people in Illinois, and the State economy, by 12 dramatically increasing avoidable 13 reducing productivity medical costs. Clinical studies demonstrate that weight loss 14 in overweight and obese individuals decreases the risk for 15 16 developing serious health conditions and leads to improvement in health for many persons with those conditions. 17 Βv investing in programs aimed at reducing obesity and its 18 19 related comorbidities, the State can improve the physical health of a significant portion of its citizenry and control 20 21 the skyrocketing costs of health care attributed to obesity's 22 comorbidities. For example, research begun in 1995 23 demonstrates that intentional weight loss in overweight women with existing obesity-related diseases led to a 20% reduction 24 25 in total mortality, a 40-50% reduction in mortality from 26 obesity-related cancers and 30-40% reduction а in diabetes-related deaths. 27

In recent years, new scientific breakthroughs have led to 28 29 new drug therapies that are both safe and effective in 30 treating both obesity and its related comorbidities. These innovative drug therapies assist obese individuals in losing 31 32 improving their health, and reducing their need for weight, 33 complex and costly medical services that are paid for by the State's medical assistance program. It is the policy of this 34

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1 State that where prophylactic therapies actually reduce 2 health care costs and improve patient health, those therapies must be supported. The legislature finds that there is 3 4 sufficient scientific and empirical evidence to establish 5 that existing FDA-approved anti-obesity drug therapies, when 6 properly supervised by a qualified physician, fit these 7 criteria.

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Section 10. Definitions. In this Act:

(1) "At-risk overweight" means having a body mass index 9 10 greater than or equal to 27 kilograms per square meter but less than 30 kilograms per square meter and having one or 11 more of the following comorbidities: 12

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(1) Coronary heart disease.

(2) Cerebrovascular disease (stroke).

- 15 (3) Dyslipidemia.
- (4) Cancer. 16
- 17 (5) Hypertension.

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(6) Sleep apnea.

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(7) Type II diabetes mellitus.

"Body mass index" is a mathematical formula used to 20 21 determine a person's body weight in relation to height as 22 measured by dividing a person's weight in kilograms by height in meters squared. 23

24 "Chronic treatment" means any daily drug therapy 25 indicated by labeling approved by the federal Food and Drug Administration for use for more than 60 days. 26

"Medically indigent patients" means persons who are 27 determined to be eligible for medical assistance under 28 29 Article V of the Illinois Public Aid Code.

"Obese" means having a body mass index greater than or 30 31 equal to 30 kilograms per square meter.

Section 15. Anti-obesity program. The Department of

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1 Public Health, in conjunction with the Department of Public 2 Aid and other appropriate State agencies, shall develop a program to provide obese or at-risk overweight medically 3 4 indigent patients with services for the treatment and 5 prevention of obesity and its related comorbidities. The 6 program shall include education, monitoring, and outpatient 7 prescription drug coverage of anti-obesity drug therapies 8 that are approved by the United States Food and Drug 9 Administration if the patient's treating physician prescribes the therapy as being medically necessary to his or her 10 11 healthcare.

Section 20. Rules. The Department of Public Health may 12 adopt rules to enable it to carry out the provisions of this 13 14 Act and may coordinate its actions with other State or 15 federal agencies to comply with this Act. The provisions of Illinois Administrative Procedure Act are expressly 16 the 17 adopted and apply to all administrative rules and procedures 18 adopted by the Department under this Act, except that Section 5-35 of the Illinois Administrative Procedure Act relating 19 20 to procedures for rule-making does not apply to the 21 adoption of any rule required by federal law in connection with which the Department is precluded by 22 law from exercising any discretion. 23

24 Section 90. The Illinois Public Aid Code is amended by 25 changing Section 5-5 as follows:

26 (305 ILCS 5/5-5) (from Ch. 23, par. 5-5)

Sec. 5-5. Medical services. The Illinois Department, by rule, shall determine the quantity and quality of and the rate of reimbursement for the medical assistance for which payment will be authorized, and the medical services to be provided, which may include all or part of the following: (1)

1 inpatient hospital services; (2) outpatient hospital 2 services; (3) other laboratory and X-ray services; (4) skilled nursing home services; (5) physicians' 3 services 4 whether furnished in the office, the patient's home, a 5 hospital, a skilled nursing home, or elsewhere; (6) medical 6 care, or any other type of remedial care furnished by 7 licensed practitioners; (7) home health care services; (8) 8 private duty nursing service; (9) clinic services; (10) 9 dental services; (11) physical therapy and related services; (12) prescribed drugs, dentures, and prosthetic devices; and 10 11 eyeglasses prescribed by a physician skilled in the diseases of the eye, or by an optometrist, whichever the person may 12 select; (13) other diagnostic, screening, preventive, 13 and rehabilitative services; (14) transportation and such other 14 (15) medical treatment of 15 expenses as may be necessary; 16 sexual assault survivors, as defined in Section 1a of the 17 Sexual Assault Survivors Emergency Treatment Act, for injuries sustained as a result of the sexual assault, 18 19 including examinations and laboratory tests to discover evidence which may be used in criminal proceedings arising 20 21 from the sexual assault; (16) the diagnosis and treatment of 22 sickle cell anemia; and (17) any other medical care, and any 23 other type of remedial care recognized under the laws of this State, but not including abortions, or induced miscarriages 24 25 or premature births, unless, in the opinion of a physician, such procedures are necessary for the preservation of the 26 life of the woman seeking such treatment, or except an 27 induced premature birth intended to produce a live viable 28 29 child and such procedure is necessary for the health of the 30 mother or her unborn child. The Illinois Department, by rule, shall prohibit any physician 31 from providing medical 32 assistance to anyone eligible therefor under this Code where such physician has been found guilty of performing an 33 abortion procedure in a wilful and wanton manner upon a woman 34

who was not pregnant at the time such abortion procedure was performed. The term "any other type of remedial care" shall include nursing care and nursing home service for persons who rely on treatment by spiritual means alone through prayer for healing.

6 Notwithstanding any other provision of this Section, a 7 comprehensive tobacco use cessation program that includes 8 purchasing prescription drugs or prescription medical devices 9 approved by the Food and Drug administration shall be covered 10 under the medical assistance program under this Article for 11 persons who are otherwise eligible for assistance under this 12 Article.

Notwithstanding any other provision of this Code, 13 the Illinois Department may not require, as a condition of 14 15 payment for any laboratory test authorized under this 16 Article, that a physician's handwritten signature appear on the laboratory test order form. The Illinois Department may, 17 however, impose other appropriate requirements regarding 18 19 laboratory test order documentation.

The Illinois Department of Public Aid shall provide the following services to persons eligible for assistance under this Article who are participating in education, training or employment programs operated by the Department of Human Services as successor to the Department of Public Aid:

(1) dental services, which shall include but not belimited to prosthodontics; and

(2) eyeglasses prescribed by a physician skilled in
the diseases of the eye, or by an optometrist, whichever
the person may select.

30 The Illinois Department shall provide services for the 31 treatment and prevention of obesity and its related 32 comorbidities, including education, monitoring, and 33 outpatient prescription drug coverage of anti-obesity drug 34 therapies that are approved by the United States Food and -7- LRB093 06978 DRJ 07127 b

Drug Administration if the patient's treating physician
 prescribes the therapy as being medically necessary to his or
 her healthcare and the patient is otherwise eligible for
 medical assistance under this Article.

5 The Illinois Department, by rule, may distinguish and 6 classify the medical services to be provided only in 7 accordance with the classes of persons designated in Section 8 5-2.

9 The Illinois Department shall authorize the provision of, and shall authorize payment for, screening by low-dose 10 11 mammography for the presence of occult breast cancer for women 35 years of age or older who are eligible for medical 12 assistance under this Article, as follows: 13 a baseline mammogram for women 35 to 39 years of age and an annual 14 mammogram for women 40 years of age or older. All screenings 15 16 shall include a physical breast exam, instruction on self-examination and information regarding the frequency of 17 self-examination and its value as a preventative tool. 18 As 19 used in this Section, "low-dose mammography" means the x-ray examination of using equipment dedicated 20 the breast 21 specifically for mammography, including the x-ray tube, 22 filter, compression device, image receptor, and cassettes, 23 with an average radiation exposure delivery of less than one rad mid-breast, with 2 views for each breast. 24

25 Any medical or health care provider shall immediately 26 recommend, to any pregnant woman who is being provided prenatal services and is suspected of drug abuse or is 27 addicted as defined in the Alcoholism and Other Drug Abuse 28 and Dependency Act, referral to a local substance abuse 29 30 treatment provider licensed by the Department of Human Services or to a licensed hospital which provides substance 31 32 abuse treatment services. The Department of Public Aid shall assure coverage for the cost of treatment of the drug abuse 33 34 addiction for pregnant recipients in accordance with the or

Illinois Medicaid Program in conjunction with the Department
 of Human Services.

All medical providers providing medical assistance to 3 4 pregnant women under this Code shall receive information from 5 the Department on the availability of services under the Drug 6 Free Families with a Future or any comparable program 7 providing case management services for addicted women, including information on appropriate referrals for other 8 9 social services that may be needed by addicted women in addition to treatment for addiction. 10

11 The Illinois Department, in cooperation with the Departments of Human Services (as successor to the Department 12 of Alcoholism and Substance Abuse) and Public Health, through 13 a public awareness campaign, may provide information 14 concerning treatment for alcoholism and drug abuse and 15 16 addiction, prenatal health care, and other pertinent programs directed at reducing the number of drug-affected infants born 17 18 to recipients of medical assistance.

19 Neither the Illinois Department of Public Aid nor the 20 Department of Human Services shall sanction the recipient 21 solely on the basis of her substance abuse.

The Illinois Department shall establish such regulations 22 23 governing the dispensing of health services under this Article as it shall deem appropriate. In formulating these 24 25 regulations the Illinois Department shall consult with and give substantial weight to the recommendations offered by the 26 Citizens Assembly/Council on Public Aid. The Department 27 should seek the advice of formal professional advisory 28 committees appointed by the Director of the 29 Illinois 30 Department for the purpose of providing regular advice on policy and administrative matters, information dissemination 31 32 and educational activities for medical and health care providers, and consistency in procedures to the Illinois 33 34 Department.

1 The Illinois Department may develop and contract with 2 Partnerships of medical providers to arrange medical services persons eligible under Section 5-2 of this Code. 3 for 4 Implementation of this Section may be by demonstration projects in certain geographic areas. The Partnership shall 5 6 be represented by a sponsor organization. The Department, by 7 shall develop qualifications for rule, sponsors of 8 Partnerships. Nothing in this Section shall be construed to 9 require that the sponsor organization be a medical organization. 10

11 The sponsor must negotiate formal written contracts with 12 medical providers for physician services, inpatient and outpatient hospital care, home health services, treatment for 13 alcoholism and substance abuse, and other services determined 14 15 necessary by the Illinois Department by rule for delivery by 16 Partnerships. Physician services must include prenatal and The Illinois Department shall reimburse 17 obstetrical care. 18 medical services delivered by Partnership providers to 19 clients in target areas according to provisions of this Article and the Illinois Health Finance Reform Act, except 20 21 that:

(1) Physicians participating in a Partnership and
providing certain services, which shall be determined by
the Illinois Department, to persons in areas covered by
the Partnership may receive an additional surcharge for
such services.

(2) The Department may elect to consider and
 negotiate financial incentives to encourage the
 development of Partnerships and the efficient delivery of
 medical care.

31 (3) Persons receiving medical services through
 32 Partnerships may receive medical and case management
 33 services above the level usually offered through the
 34 medical assistance program.

1 Medical providers shall be required to meet certain 2 qualifications to participate in Partnerships to ensure the quality medical 3 delivery of high services. These 4 qualifications shall be determined by rule of the Illinois 5 Department and may be higher than qualifications for 6 participation in the medical assistance program. Partnership 7 sponsors may prescribe reasonable additional qualifications for participation by medical providers, only with the prior 8 9 written approval of the Illinois Department.

Nothing in this Section shall limit the free choice of 10 11 practitioners, hospitals, and other providers of medical services by clients. In order to ensure patient freedom of 12 choice, the Illinois Department shall immediately promulgate 13 all rules and take all other necessary actions so that 14 15 provided services may be accessed from therapeutically 16 certified optometrists to the full extent of the Illinois Optometric Practice Act of 1987 without discriminating 17 18 between service providers.

19 The Department shall apply for a waiver from the United 20 States Health Care Financing Administration to allow for the 21 implementation of Partnerships under this Section.

22 The Illinois Department shall require health care 23 providers to maintain records that document the medical care and services provided to recipients of Medical Assistance 24 25 under this Article. The Illinois Department shall require health care providers to make available, when authorized by 26 the patient, in writing, the medical records in a timely 27 fashion to other health care providers who are treating or 28 serving persons eligible for Medical Assistance under this 29 30 Article. All dispensers of medical services shall be required to maintain and retain business and professional 31 records sufficient to fully and accurately document the 32 33 nature, scope, details and receipt of the health care provided to persons eligible for medical assistance under 34

1 this Code, in accordance with regulations promulgated by the 2 Illinois Department. The rules and regulations shall require that proof of the receipt of prescription drugs, dentures, 3 4 prosthetic devices and eyeglasses by eligible persons under 5 this Section accompany each claim for reimbursement submitted by the dispenser of such medical services. No such claims for 6 7 reimbursement shall be approved for payment by the Illinois Department without such proof of receipt, unless the Illinois 8 9 Department shall have put into effect and shall be operating a system of post-payment audit and review which shall, on a 10 11 sampling basis, be deemed adequate by the Illinois Department to assure that such drugs, dentures, prosthetic devices and 12 eyeglasses for which payment is being made are actually being 13 received by eligible recipients. Within 90 days after 14 the effective date of this amendatory Act of 1984, the Illinois 15 16 Department shall establish a current list of acquisition for all prosthetic devices and any other items 17 costs recognized as medical equipment and supplies reimbursable 18 19 under this Article and shall update such list on a quarterly basis, except that the acquisition costs of all prescription 20 21 drugs shall be updated no less frequently than every 30 days as required by Section 5-5.12. 22

23 The rules and regulations of the Illinois Department shall require that a written statement including the required 24 25 of a physician shall accompany any claim for opinion reimbursement for abortions, or induced miscarriages or 26 statement premature births. 27 This shall indicate what procedures were used in providing such medical services. 28

The Illinois Department shall require all dispensers of medical services, other than an individual practitioner or group of practitioners, desiring to participate in the Medical Assistance program established under this Article to disclose all financial, beneficial, ownership, equity, surety or other interests in any and all firms, corporations, 1 partnerships, associations, business enterprises, joint 2 ventures, agencies, institutions or other legal entities 3 providing any form of health care services in this State 4 under this Article.

5 The Illinois Department may require that all dispensers 6 of medical services desiring to participate in the medical assistance program established under this Article disclose, 7 under such terms and conditions as the Illinois Department 8 9 may by rule establish, all inquiries from clients and attorneys regarding medical bills paid by the Illinois 10 11 Department, which inquiries could indicate potential existence of claims or liens for the Illinois Department. 12

Enrollment of a vendor that provides non-emergency 13 medical transportation, defined by the Department by rule, 14 15 shall be conditional for 180 days. During that time, the 16 Department of Public Aid may terminate the vendor's eligibility to participate in the medical assistance program 17 18 without cause. That termination of eligibility is not 19 subject to the Department's hearing process.

The Illinois Department shall establish policies, 20 21 procedures, standards and criteria by rule for the acquisition, repair and replacement 22 of orthotic and 23 prosthetic devices and durable medical equipment. Such rules shall provide, but not be limited to, the following services: 24 25 immediate repair or replacement of such devices by (1) recipients without medical authorization; and (2) rental, 26 or lease-purchase of durable medical 27 lease, purchase cost-effective manner, equipment 28 in а taking into 29 consideration the recipient's medical prognosis, the extent 30 of the recipient's needs, and the requirements and costs for maintaining such equipment. Such rules shall enable a 31 32 recipient to temporarily acquire and use alternative or 33 substitute devices or equipment pending repairs or replacements of any device or equipment previously authorized 34

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for such recipient by the Department. Rules under clause (2)
 above shall not provide for purchase or lease-purchase of
 durable medical equipment or supplies used for the purpose of
 oxygen delivery and respiratory care.

5 The Department shall execute, relative to the nursing 6 home prescreening project, written inter-agency agreements 7 with the Department of Human Services and the Department on Aging, to effect the following: (i) intake procedures and 8 9 common eligibility criteria for those persons who are non-institutional services; and (ii) 10 receiving the 11 establishment and development of non-institutional services in areas of the State where they are not currently available 12 13 or are undeveloped.

The Illinois Department shall develop and operate, 14 in cooperation with other State Departments and agencies and in 15 16 compliance with applicable federal laws and regulations, appropriate and effective systems of health care evaluation 17 and programs for monitoring of utilization of health care 18 services and facilities, as it affects persons eligible for 19 medical assistance under this Code. The Illinois Department 20 21 shall report regularly the results of the operation of such 22 systems and programs to the Citizens Assembly/Council on 23 Public Aid to enable the Committee to ensure, from time to time, that these programs are effective and meaningful. 24

The Illinois Department shall report annually to the General Assembly, no later than the second Friday in April of 1979 and each year thereafter, in regard to:

(a) actual statistics and trends in utilization of
 medical services by public aid recipients;

30 (b) actual statistics and trends in the provision
31 of the various medical services by medical vendors;

32 (c) current rate structures and proposed changes in
33 those rate structures for the various medical vendors;
34 and

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(d) efforts at utilization review and control by the Illinois Department.

The period covered by each report shall be the 3 years 3 4 ending on the June 30 prior to the report. The report shall 5 include suggested legislation for consideration by the 6 General Assembly. The filing of one copy of the report with 7 the Speaker, one copy with the Minority Leader and one copy with the Clerk of the House of Representatives, one copy with 8 9 the President, one copy with the Minority Leader and one copy with the Secretary of the Senate, one copy with 10 the 11 Legislative Research Unit, such additional copies with the State Government Report Distribution Center for the General 12 Assembly as is required under paragraph (t) of Section 7 of 13 the State Library Act and one copy with the Citizens 14 Assembly/Council on Public Aid or its successor shall be 15 16 deemed sufficient to comply with this Section.

17 (Source: P.A. 91-344, eff. 1-1-00; 91-462, eff. 8-6-99; 18 91-666, eff. 12-22-99; 92-16, eff. 6-28-01; 92-651, eff. 19 7-11-02; 92-789, eff. 8-6-02.)

Section 99. Effective date. This Act takes effect uponbecoming law.