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Human Services Committee

## Adopted in House Comm. on Jan 25, 2006

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1	AMENDMENT TO HOUSE BILL 4302
2	AMENDMENT NO Amend House Bill 4302 by replacing
3	everything after the enacting clause with the following:
4	"Section 5. The Department of Public Health Powers and
5	Duties Law of the Civil Administrative Code of Illinois is
6	amended by changing Section 2310-315 as follows:
7	(20 ILCS 2310/2310-315) (was 20 ILCS 2310/55.41)
8	Sec. 2310-315. Prevention and treatment of AIDS. To perform
9	the following in relation to the prevention and treatment of
10	acquired immunodeficiency syndrome (AIDS):
11	(1) Establish a State AIDS Control Unit within the
12	Department as a separate administrative subdivision, to
13	coordinate all State programs and services relating to the
14	prevention, treatment, and amelioration of AIDS.
15	(2) Conduct a public information campaign for physicians,
16	hospitals, health facilities, public health departments, law
17	enforcement personnel, public employees, laboratories, and the
18	general public on acquired immunodeficiency syndrome (AIDS)
19	and promote necessary measures to reduce the incidence of AIDS
20	and the mortality from AIDS. This program shall include, but
21	not be limited to, the establishment of a statewide hotline and
22	a State AIDS information clearinghouse that will provide
23	periodic reports and releases to public officials, health
24	professionals, community service organizations, and the

general public regarding new developments or procedures
 concerning prevention and treatment of AIDS.

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(3) (Blank).

(4) Establish alternative blood test services that are not 4 5 operated by a blood bank, plasma center or hospital. The Department shall prescribe by rule minimum criteria, standards 6 7 and procedures for the establishment and operation of such 8 services. which shall include, but not be limited to requirements for the provision of information, counseling and 9 10 referral services that ensure appropriate counseling and referral for persons whose blood is tested and shows evidence 11 of exposure to the human immunodeficiency virus (HIV) or other 12 13 identified causative agent of acquired immunodeficiency syndrome (AIDS). 14

15 (5) Establish regional and community service networks of 16 public and private service providers or health care 17 professionals who may be involved in AIDS research, prevention 18 and treatment.

19 (6) Provide grants to individuals, organizations or20 facilities to support the following:

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(A) Information, referral, and treatment services.

(B) Interdisciplinary workshops for professionalsinvolved in research and treatment.

24 (C) Establishment and operation of a statewide25 hotline.

26 (D) Establishment and operation of alternative testing27 services.

(E) Research into detection, prevention, andtreatment.

30 (F) Supplementation of other public and private 31 resources.

32 (G) Implementation by long-term care facilities of 33 Department standards and procedures for the care and 34 treatment of persons with AIDS and the development of 1

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adequate numbers and types of placements for those persons.

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(7) (Blank).(8) Accept any gift, donation, bequest, or grant of funds

4 from private or public agencies, including federal funds that 5 may be provided for AIDS control efforts.

(9) Develop and implement, in consultation with the 6 7 Long-Term Care Facility Advisory Board, standards and 8 procedures for long-term care facilities that provide care and with AIDS, 9 treatment of persons including appropriate 10 infection control procedures. The Department shall work cooperatively with organizations representing those facilities 11 to develop adequate numbers and types of placements for persons 12 with AIDS and shall advise those facilities on proper 13 14 implementation of its standards and procedures.

15 (10) The Department shall create and administer a training 16 program for State employees who have a need for understanding matters relating to AIDS in order to deal with or advise the 17 18 public. The training shall include information on the cause and 19 effects of AIDS, the means of detecting it and preventing its 20 transmission, the availability of related counseling and 21 referral, and other matters that may be appropriate. The training may also be made available to employees of local 22 23 governments, public service agencies, and private agencies 24 that contract with the State; in those cases the Department may 25 charge a reasonable fee to recover the cost of the training.

(11) Approve tests or testing procedures used in
 determining exposure to HIV or any other identified causative
 agent of AIDS.

29 <u>(12) Provide prescription drug benefits counseling for</u> 30 <u>persons with HIV or AIDS.</u> 31 (Source: P.A. 91-239, eff. 1-1-00; 92-84, eff. 7-1-02; 92-790, 32 eff. 8-6-02.)

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Section 10. The Senior Citizens and Disabled Persons

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Property Tax Relief and Pharmaceutical Assistance Act is
 amended by changing Section 4 as follows:

(320 ILCS 25/4) (from Ch. 67 1/2, par. 404)

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Sec. 4. Amount of Grant.

(a) In general. Any individual 65 years or older or any 5 individual who will become 65 years old during the calendar 6 7 year in which a claim is filed, and any surviving spouse of such a claimant, who at the time of death received or was 8 9 entitled to receive a grant pursuant to this Section, which surviving spouse will become 65 years of age within the 24 10 months immediately following the death of such claimant and 11 12 which surviving spouse but for his or her age is otherwise 13 qualified to receive a grant pursuant to this Section, and any 14 disabled person whose annual household income is less than \$14,000 for grant years before the 1998 grant year, less than 15 \$16,000 for the 1998 and 1999 grant years, and less than (i) 16 17 \$21,218 for a household containing one person, (ii) \$28,480 for 18 a household containing 2 persons, or (iii) \$35,740 for a 19 household containing 3 or more persons for the 2000 grant year 20 and thereafter and whose household is liable for payment of property taxes accrued or has paid rent constituting property 21 22 taxes accrued and is domiciled in this State at the time he or she files his or her claim is entitled to claim a grant under 23 24 this Act. With respect to claims filed by individuals who will 25 become 65 years old during the calendar year in which a claim 26 is filed, the amount of any grant to which that household is 27 entitled shall be an amount equal to 1/12 of the amount to 28 which the claimant would otherwise be entitled as provided in this Section, multiplied by the number of months in which the 29 30 claimant was 65 in the calendar year in which the claim is 31 filed.

32 (b) Limitation. Except as otherwise provided in 33 subsections (a) and (f) of this Section, the maximum amount of

grant which a claimant is entitled to claim is the amount by 1 2 which the property taxes accrued which were paid or payable 3 during the last preceding tax year or rent constituting 4 property taxes accrued upon the claimant's residence for the 5 last preceding taxable year exceeds 3 1/2% of the claimant's household income for that year but in no event is the grant to 6 7 exceed (i) \$700 less 4.5% of household income for that year for those with a household income of \$14,000 or less or (ii) \$70 if 8 household income for that year is more than \$14,000. 9

10 (c) Public aid recipients. If household income in one or more months during a year includes cash assistance in excess of 11 \$55 per month from the Department of Healthcare and Family 12 Services Public Aid or the Department of Human Services (acting 13 14 as successor to the Department of Public Aid under the 15 Department of Human Services Act) which was determined under 16 regulations of that Department on a measure of need that 17 included an allowance for actual rent or property taxes paid by 18 the recipient of that assistance, the amount of grant to which 19 that household is entitled, except as otherwise provided in 20 subsection (a), shall be the product of (1) the maximum amount 21 computed as specified in subsection (b) of this Section and (2) the ratio of the number of months in which household income did 22 not include such cash assistance over \$55 to the number twelve. 23 24 If household income did not include such cash assistance over 25 \$55 for any months during the year, the amount of the grant to 26 which the household is entitled shall be the maximum amount computed as specified in subsection (b) of this Section. For 27 28 purposes of this paragraph (c), "cash assistance" does not 29 include any amount received under the federal Supplemental 30 Security Income (SSI) program.

31 (d) Joint ownership. If title to the residence is held 32 jointly by the claimant with a person who is not a member of 33 his or her household, the amount of property taxes accrued used 34 in computing the amount of grant to which he or she is entitled 1 shall be the same percentage of property taxes accrued as is 2 the percentage of ownership held by the claimant in the 3 residence.

(e) More than one residence. If a claimant has occupied 4 5 more than one residence in the taxable year, he or she may claim only one residence for any part of a month. In the case 6 7 of property taxes accrued, he or she shall prorate 1/12 of the 8 total property taxes accrued on his or her residence to each month that he or she owned and occupied that residence; and, in 9 10 the case of rent constituting property taxes accrued, shall 11 prorate each month's rent payments to the residence actually occupied during that month. 12

13 (f) There is hereby established a program of pharmaceutical assistance to the aged and disabled which shall be administered 14 15 by the Department in accordance with this Act, to consist of 16 payments to authorized pharmacies, on behalf of beneficiaries the 17 of the program, for reasonable costs of covered 18 prescription drugs. Each beneficiary who pays \$5 for an 19 identification card shall pay no additional prescription 20 costs. Each beneficiary who pays \$25 for an identification card 21 shall pay \$3 per prescription. In addition, after a beneficiary receives \$2,000 in benefits during a State fiscal year, that 22 23 beneficiary shall also be charged 20% of the cost of each 24 prescription for which payments are made by the program during 25 the remainder of the fiscal year. To become a beneficiary under 26 this program a person must: (1) be (i) 65 years of age or 27 older, or (ii) the surviving spouse of such a claimant, who at 28 the time of death received or was entitled to receive benefits 29 pursuant to this subsection, which surviving spouse will become 30 65 years of age within the 24 months immediately following the 31 death of such claimant and which surviving spouse but for his 32 or her age is otherwise qualified to receive benefits pursuant 33 to this subsection, or (iii) disabled, and (2) be domiciled in this State at the time he or she files his or her claim, and (3) 34

have a maximum household income of less than \$14,000 for grant 1 2 years before the 1998 grant year, less than \$16,000 for the 3 1998 and 1999 grant years, and less than (i) \$21,218 for a 4 household containing one person, (ii) \$28,480 for a household 5 containing 2 persons, or (iii) \$35,740 for a household containing 3 more persons for the 2000 grant year and 6 7 thereafter. In addition, each eligible person must (1) obtain 8 an identification card from the Department, (2) at the time the card is obtained, sign a statement assigning to the State of 9 10 Illinois benefits which may be otherwise claimed under any private insurance plans, and (3) present the identification 11 card to the dispensing pharmacist. 12

The Department may adopt rules specifying participation 13 14 requirements for the pharmaceutical assistance program, 15 including copayment amounts, identification card fees, expenditure limits, and the benefit threshold after which a 20% 16 17 charge is imposed on the cost of each prescription, to be in 18 effect on and after July 1, 2004. Notwithstanding any other provision of this paragraph, however, the Department may not 19 20 increase the identification card fee above the amount in effect 21 on May 1, 2003 without the express consent of the General Assembly. To the extent practicable, those requirements shall 22 23 be commensurate with the requirements provided in rules adopted 24 by the Department of <u>Healthcare and Family Services</u> Public Aid 25 to implement the pharmacy assistance program under Section 26 5-5.12a of the Illinois Public Aid Code.

Whenever a generic equivalent for a covered prescription 27 28 drug is available, the Department shall reimburse only for the 29 reasonable costs of the generic equivalent, less the co-pay this Section, unless (i) the 30 established in covered 31 prescription drug contains one or more ingredients defined as a narrow therapeutic index drug at 21 CFR 320.33, (ii) the 32 33 prescriber indicates on the face of the prescription "brand medically necessary", and (iii) the prescriber specifies that a 34

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substitution is not permitted. When issuing an 1 oral prescription for covered prescription medication described in 2 3 item (i) of this paragraph, the prescriber shall stipulate 4 "brand medically necessary" and that a substitution is not 5 permitted. If the covered prescription drug and its authorizing prescription do not meet the criteria listed above, 6 the 7 beneficiary may purchase the non-generic equivalent of the 8 covered prescription drug by paying the difference between the generic cost and the non-generic cost plus the beneficiary 9 10 co-pay.

otherwise eligible for 11 person pharmaceutical Any assistance under this Act whose covered drugs are covered by 12 13 any public program for assistance in purchasing any covered 14 prescription drugs shall be ineligible for assistance under 15 this Act to the extent such costs are covered by such other 16 plan.

The fee to be charged by the Department for the identification card shall be equal to \$5 per coverage year for persons below the official poverty line as defined by the United States Department of Health and Human Services and \$25 per coverage year for all other persons.

In the event that 2 or more persons are eligible for any 22 benefit under this Act, and are members of the same household, 23 24 (1) each such person shall be entitled to participate in the 25 pharmaceutical assistance program, provided that he or she 26 meets all other requirements imposed by this subsection and (2) each participating household member contributes the 27 fee 28 required for that person by the preceding paragraph for the 29 purpose of obtaining an identification card.

The provisions of this subsection (f), other than this paragraph, are inoperative after December 31, 2005. Beneficiaries who received benefits under the program established by this subsection (f) are not entitled, at the termination of the program, to any refund of the identification 1 card fee paid under this subsection.

(g) Effective January 1, 2006, there is hereby established 2 3 a program of pharmaceutical assistance to the aged and 4 disabled, entitled the Illinois Seniors and Disabled Drug 5 Coverage Program, which shall be administered by the Department of Healthcare and Family Services and the Department on Aging 6 in accordance with this subsection, to consist of coverage of 7 8 specified prescription drugs on behalf of beneficiaries of the program as set forth in this subsection. The program under this 9 10 subsection replaces and supersedes the program established under subsection (f), which shall end at midnight on December 11 31, 2005. 12

13 To become a beneficiary under the program established under 14 this subsection, a person must:

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(1) be (i) 65 years of age or older or (ii) disabled;and

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(2) be domiciled in this State; and

(3) enroll with a qualified Medicare Part D
Prescription Drug Plan if eligible and apply for all
available subsidies under Medicare Part D; and

21 (4) have a maximum household income of (i) less than \$21,218 for a household containing one person, (ii) less 22 than \$28,480 for a household containing 2 persons, or (iii) 23 less than \$35,740 for a household containing 3 or more 24 25 persons. If any income eligibility limit set forth in items 26 (i) through (iii) is less than 200% of the Federal Poverty 27 Level for any year, the income eligibility limit for that 28 year for households of that size shall be income equal to 29 or less than 200% of the Federal Poverty Level.

All individuals enrolled as of December 31, 2005, in the pharmaceutical assistance program operated pursuant to subsection (f) of this Section and all individuals enrolled as of December 31, 2005, in the SeniorCare Medicaid waiver program operated pursuant to Section 5-5.12a of the Illinois Public Aid

Code shall be automatically enrolled in the program established 1 2 by this subsection for the first year of operation without the 3 need for further application, except that they must apply for 4 Medicare Part D and the Low Income Subsidy under Medicare Part 5 D. A person enrolled in the pharmaceutical assistance program operated pursuant to subsection (f) of this Section as of 6 7 December 31, 2005, shall not lose eligibility in future years 8 due only to the fact that they have not reached the age of 65.

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9 To the extent permitted by federal law, the Department may 10 act as an authorized representative of a beneficiary in order 11 to enroll the beneficiary in a Medicare Part D Prescription 12 Drug Plan if the beneficiary has failed to choose a plan and, 13 where possible, to enroll beneficiaries in the low-income 14 subsidy program under Medicare Part D or assist them in 15 enrolling in that program.

Beneficiaries under the program established under this subsection shall be divided into the following <u>5</u> 4 eligibility groups:

(A) Eligibility Group 1 shall consist of beneficiaries
 who are not eligible for Medicare Part D coverage and who
 are:

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(i) disabled and under age 65; or

(ii) age 65 or older, with incomes over 200% of the
 Federal Poverty Level; or

(iii) age 65 or older, with incomes at or below
26 200% of the Federal Poverty Level and not eligible for
27 federally funded means-tested benefits due to
28 immigration status.

(B) Eligibility Group 2 shall consist of beneficiaries
 otherwise described in Eligibility Group 1 but who are
 eligible for Medicare Part D coverage.

32 (C) Eligibility Group 3 shall consist of beneficiaries
 33 age 65 or older, with incomes at or below 200% of the
 34 Federal Poverty Level, who are not barred from receiving

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federally funded means-tested benefits due to immigration status and are eligible for Medicare Part D coverage.

3 (D) Eligibility Group 4 shall consist of beneficiaries 4 age 65 or older, with incomes at or below 200% of the 5 Federal Poverty Level, who are not barred from receiving 6 federally funded means-tested benefits due to immigration 7 status and are not eligible for Medicare Part D coverage.

8 If the State applies and receives federal approval for a waiver under Title XIX of the Social Security Act, 9 persons in Eligibility Group 4 shall continue to receive 10 benefits through the approved waiver, and Eligibility 11 Group 4 may be expanded to include disabled persons under 12 age 65 with incomes under 200% of the Federal Poverty Level 13 who are not eligible for Medicare and who are not barred 14 15 from receiving federally funded means-tested benefits due to immigration status. 16

(E) On and after January 1, 2007, Eligibility Group 5 shall consist of beneficiaries who are otherwise described in Eligibility Group 1 but are eligible for Medicare Part D and have a diagnosis of HIV or AIDS.

21 The program established under this subsection shall cover 22 the cost of covered prescription drugs in excess of the beneficiary cost-sharing amounts set forth in this paragraph 23 that are not covered by Medicare. In 2006, beneficiaries shall 24 25 pay a co-payment of \$2 for each prescription of a generic drug 26 and \$5 for each prescription of a brand-name drug. In future 27 years, beneficiaries shall pay co-payments equal to the 28 co-payments required under Medicare Part D for "other 29 low-income subsidy eligible individuals" pursuant to 42 CFR 423.782(b). For individuals in Eligibility Groups 1, 2, 3, and 30 31 4, once Once the program established under this subsection and 32 Medicare combined have paid \$1,750 in a year for covered prescription drugs, the beneficiary shall pay 20% of the cost 33 of each prescription in addition to the co-payments set forth 34

in this paragraph. For individuals in Eligibility Group 5, once 1 the program established under this subsection and Medicare 2 3 combined have paid \$1,750 in a year for covered prescription drugs, the beneficiary shall pay 20% of the cost of each 4 prescription in addition to the co-payments set forth in this 5 paragraph unless the drug is included in the formulary of the 6 7 Illinois AIDS Drug Assistance Program operated by the Illinois Department of Public Health. If the drug is included in the 8 formulary of the Illinois AIDS Drug Assistance Program, 9 10 individuals in Eligibility Group 5 shall continue to pay the co-payments set forth in this paragraph after the program 11 established under this subsection and Medicare combined have 12 paid \$1,750 in a year for covered prescription drugs. 13

14 For beneficiaries eligible for Medicare Part D coverage, the program established under this subsection shall pay 100% of 15 16 the premiums charged by a qualified Medicare Part D Prescription Drug Plan for Medicare Part D basic prescription 17 18 drug coverage, not including any late enrollment penalties. 19 Qualified Medicare Part D Prescription Drug Plans may be 20 limited by the Department of Healthcare and Family Services to 21 those plans that sign a coordination agreement with the 22 Department.

23 Notwithstanding Section 3.15, for purposes of the program 24 established under this subsection, the term "covered 25 prescription drug" has the following meanings:

26 For Eligibility Group 1, "covered prescription drug" 27 means: (1) any cardiovascular agent or drug; (2) any 28 insulin or other prescription drug used in the treatment of 29 diabetes, including syringe and needles used to administer 30 the insulin; (3) any prescription drug used in the 31 treatment of arthritis; (4) any prescription drug used in 32 the treatment of cancer; (5) any prescription drug used in the treatment of Alzheimer's disease; (6) any prescription 33 drug used in the treatment of Parkinson's disease; (7) any 34

prescription drug used in the treatment of glaucoma; (8) 1 any prescription drug used in the treatment of lung disease 2 and smoking-related illnesses; (9) any prescription drug 3 4 used in the treatment of osteoporosis; and (10) any 5 prescription drug used in the treatment of multiple sclerosis. The Department may add additional therapeutic 6 classes by rule. The Department may adopt a preferred drug 7 8 list within any of the classes of drugs described in items (1) through (10) of this paragraph. The specific drugs or 9 therapeutic classes of covered prescription drugs shall be 10 indicated by rule. 11

For Eligibility Group 2, "covered prescription drug" means those drugs covered for Eligibility Group 1 that are also covered by the Medicare Part D Prescription Drug Plan in which the beneficiary is enrolled.

For Eligibility Group 3, "covered prescription drug" means those drugs covered by the Medicare Part D Prescription Drug Plan in which the beneficiary is enrolled.

For Eligibility Group 4, "covered prescription drug" means those drugs covered by the Medical Assistance Program under Article V of the Illinois Public Aid Code.

For Eligibility Group 5, "covered prescription drug" 23 means: (1) those drugs covered for Eligibility Group 1 that 24 are also covered by the Medicare Part D Prescription Drug 25 Plan in which the beneficiary is enrolled; and (2) those 26 drugs included in the formulary of the Illinois AIDS Drug 27 Assistance Program operated by the Illinois Department of 28 29 Public Health that are also covered by the Medicare Part D Prescription Drug Plan in which the beneficiary is 30 31 enrolled.

An individual in Eligibility Group 3 or 4 may opt to receive a \$25 monthly payment in lieu of the direct coverage described in this subsection. 1 Any person otherwise eligible for pharmaceutical 2 assistance under this subsection whose covered drugs are 3 covered by any public program is ineligible for assistance 4 under this subsection to the extent that the cost of those 5 drugs is covered by the other program.

6 The Department of Healthcare and Family Services shall 7 establish by rule the methods by which it will provide for the 8 coverage called for in this subsection. Those methods may 9 include direct reimbursement to pharmacies or the payment of a 10 capitated amount to Medicare Part D Prescription Drug Plans.

a pharmacy to be reimbursed under the program 11 For established under this subsection, it must comply with rules 12 13 adopted by the Department of Healthcare and Family Services 14 regarding coordination of benefits with Medicare Part D 15 Prescription Drug Plans. A pharmacy may not charge а Medicare-enrolled beneficiary of the program established under 16 17 this subsection more for a covered prescription drug than the 18 appropriate Medicare cost-sharing less any payment from or on behalf of the Department of Healthcare and Family Services. 19

The Department of Healthcare and Family Services or the Department on Aging, as appropriate, may adopt rules regarding applications, counting of income, proof of Medicare status, mandatory generic policies, and pharmacy reimbursement rates and any other rules necessary for the cost-efficient operation of the program established under this subsection.

26 (Source: P.A. 93-130, eff. 7-10-03; 94-86, eff. 1-1-06; revised 27 12-15-05.)

28 Section 99. Effective date. This Act takes effect upon 29 becoming law.".