THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 2662 Session of 2012

INTRODUCED BY TRUITT, BOBACK, DAVIS, GEORGE, MULLERY, MURT, SAYLOR AND YOUNGBLOOD, OCTOBER 1, 2012

REFERRED TO COMMITTEE ON INSURANCE, OCTOBER 1, 2012

AN ACT

Requiring prescription drug benefits and health care policies to provide coverage and reimbursement for amino acid-based 2 elemental formulas for the treatment of a disease or 3 disorder. 4 5 The General Assembly finds that: Children in this Commonwealth are born every year with gastrointestinal disorders such as Gastrointestinal 8 Reflux Disease (GERD), multiple severe food protein 9 allergies, Eosinophilic Esophagitis (EE) and others, which 10 either prevent proper digestion or result in negative 11 reaction to certain natural mile or soy products, formulas 12 and multiple foods.

(2) These above-listed conditions and others create a situation where a natural sustained existence is virtually impossible and threaten a child's ability to thrive.

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(3) As many of these children are unable to process essential specific naturally occurring nutrients (e.g. whole milk proteins), parents at the advice and direction of a licensed health care professional must seek external or oral

- elemental formulas, such as amino acid modified formulas and other specialized formulas, to provide proper and medically necessary nutrition.
 - (4) The amino acid-based elemental formulas and food products are widely available but expensive in nature due, in part, to complex scientific manufacturing processes, cost of raw materials and product quality assurance required for these at-risk individuals.
- 9 (5) Health insurance policies currently only cover the
 10 cost of specialized amino acid-based elemental formulas when
 11 administered by tube feeding for the most at-risk
 12 individuals, even though tube feeding is not always the least
 13 medically invasive or most cost-effective option available.
 - (6) Proper infant and child nutrition significantly reduces digestion problems and resolves the severe negative reaction to food protein allergens and other developmental and physical conditions as well as the need for future, more expensive medical treatments.
- 19 (7) Medicaid covers the cost of the formulas and food 20 products.
- 21 (8) The Commonwealth is committed to give each and every 22 child, regardless of consequence, proper nutrition and high 23 quality of life.
- The General Assembly of the Commonwealth of Pennsylvania
- 25 hereby enacts as follows:
- 26 Section 1. Coverage and reimbursement for amino-based elemental
- formulas.
- 28 A hospital, medical service corporation, health insurance
- 29 corporation, health maintenance organization and nonprofit group
- 30 that provides a prescription drug benefit or reimbursement for

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- 1 health care costs under a health care policy delivered, issued
- 2 for delivery or renewed in this State on or after the effective
- 3 date of this section shall provide coverage and reimbursement
- 4 for amino acid-based elemental formulas, regardless of delivery
- 5 method, for the diagnosis and treatment of Immunoglobulin E and
- 6 Non-immunoglobulin E mediated allergies to multiple food
- 7 proteins, food protein induced enterocolitis syndrome,
- 8 eosinophilic disorders and impaired absorption of nutrients
- 9 caused by disorders affecting the absorptive surface, functional
- 10 length and motility of the gastrointestinal tract, when the
- 11 ordering physician has issued a written order stating that the
- 12 amino acid-based elemental formula is medically necessary for
- 13 the treatment of a disease or disorder.
- 14 Section 2. Effective date.
- This act shall take effect in 60 days.