

2013-2014 Regular Sessions

I N A S S E M B L Y

(PREFILED)

January 9, 2013

Introduced by M. of A. PAULIN, GUNTHER, MAISEL, ZEBROWSKI, KATZ, ROSEN-
THAL, HOOPER -- Multi-Sponsored by -- M. of A. CERETTO, DINOWITZ --
read once and referred to the Committee on Insurance

AN ACT to amend the insurance law, in relation to requiring certain
health insurance policies to include coverage for the cost of enteral
formulas for the treatment of eosinophilic esophagitis and related
eosinophilic disorders

THE PEOPLE OF THE STATE OF NEW YORK, REPRESENTED IN SENATE AND ASSEM-
BLY, DO ENACT AS FOLLOWS:

1 Section 1. Short title. This act shall be known and may be cited as
2 "Hannah's law".
3 S 2. Paragraph 21 of subsection (i) of section 3216 of the insurance
4 law, as added by chapter 177 of the laws of 1997, is amended to read as
5 follows:
6 (21) Every policy which provides coverage for prescription drugs shall
7 include coverage for the cost of enteral formulas for home use, WHETHER
8 ADMINISTERED ORALLY OR VIA TUBE FEEDING, for which a physician or other
9 licensed health care provider legally authorized to prescribe under
10 title eight of the education law has issued a written order. Such writ-
11 ten order shall state that the enteral formula is clearly medically
12 necessary and has been proven effective as a disease-specific treatment
13 regimen for those individuals who are or will become malnourished or
14 suffer from disorders, which if left untreated, cause chronic physical
15 disability, mental retardation or death. Specific diseases for which
16 enteral formulas have been proven effective shall include, but are not
17 limited to, inherited diseases of amino acid or organic acid metabolism;
18 Crohn's Disease; EOSINOPHILIC ESOPHAGITIS AND RELATED EOSINOPHILIC
19 DISORDERS; gastroesophageal reflux with failure to thrive; disorders of
20 gastrointestinal motility such as chronic intestinal pseudo-obstruction;
21 and multiple, severe food allergies which if left untreated will cause

EXPLANATION--Matter in ITALICS (underscored) is new; matter in brackets
[] is old law to be omitted.

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1 malnourishment, chronic physical disability, mental retardation or
2 death. Enteral formulas which are medically necessary and taken under
3 written order from a physician for the treatment of specific diseases
4 shall be distinguished from nutritional supplements taken electively.
5 Coverage for certain inherited diseases of amino acid and organic acid
6 metabolism shall include modified solid food products that are low
7 protein or which contain modified protein which are medically necessary,
8 and such coverage for such modified solid food products for any calendar
9 year or for any continuous period of twelve months for any insured indi-
10 vidual shall not exceed two thousand five hundred dollars.

11 S 3. Paragraph 11 of subsection (k) of section 3221 of the insurance
12 law, as added by chapter 177 of the laws of 1997, is amended to read as
13 follows:

14 (11) Every policy which provides coverage for prescription drugs shall
15 include coverage for the cost of enteral formulas for home use, WHETHER
16 ADMINISTERED ORALLY OR VIA TUBE FEEDING, for which a physician or other
17 licensed health care provider legally authorized to prescribe under
18 title eight of the education law has issued a written order. Such writ-
19 ten order shall state that the enteral formula is clearly medically
20 necessary and has been proven effective as a disease-specific treatment
21 regimen for those individuals who are or will become malnourished or
22 suffer from disorders, which if left untreated, cause chronic physical
23 disability, mental retardation or death. Specific diseases for which
24 enteral formulas have been proven effective shall include, but are not
25 limited to, inherited diseases of amino-acid or organic acid metabolism;
26 Crohn's Disease; EOSINOPHILIC ESOPHAGITIS AND RELATED EOSINOPHILIC
27 DISORDERS; gastroesophageal reflux with failure to thrive; disorders of
28 gastrointestinal motility such as chronic intestinal pseudo-obstruction;
29 and multiple, severe food allergies which if left untreated will cause
30 malnourishment, chronic physical disability, mental retardation or
31 death. Enteral formulas which are medically necessary and taken under
32 written order from a physician for the treatment of specific diseases
33 shall be distinguished from nutritional supplements taken electively.
34 Coverage for certain inherited diseases of amino acid and organic acid
35 metabolism shall include modified solid food products that are low
36 protein or which contain modified protein which are medically necessary,
37 and such coverage for such modified solid food products for any calendar
38 year or for any continuous period of twelve months for any insured indi-
39 vidual shall not exceed two thousand five hundred dollars.

40 S 4. Subsection (y) of section 4303 of the insurance law, as added by
41 chapter 177 of the laws of 1997, is amended to read as follows:

42 (y) Every contract which provides coverage for prescription drugs
43 shall include coverage for the cost of enteral formulas for home use,
44 WHETHER ADMINISTERED ORALLY OR VIA TUBE FEEDING, for which a physician
45 or other licensed health care provider legally authorized to prescribe
46 under title eight of the education law has issued a written order. Such
47 written order shall state that the enteral formula is clearly medically
48 necessary and has been proven effective as a disease-specific treatment
49 regimen for those individuals who are or will become malnourished or
50 suffer from disorders, which if left untreated, cause chronic disabili-
51 ty, mental retardation or death. Specific diseases for which enteral
52 formulas have been proven effective shall include, but are not limited
53 to, inherited diseases of amino-acid or organic acid metabolism; Crohn's
54 Disease; EOSINOPHILIC ESOPHAGITIS AND RELATED EOSINOPHILIC DISORDERS;
55 gastroesophageal reflux with failure to thrive; disorders of gastroin-
56 testinal motility such as chronic intestinal pseudo-obstruction; and

1 multiple, severe food allergies which if left untreated will cause maln-
2 ourishment, chronic physical disability, mental retardation or death.
3 Enteral formulas which are medically necessary and taken under written
4 order from a physician for the treatment of specific diseases shall be
5 distinguished from nutritional supplements taken electively. Coverage
6 for certain inherited diseases of amino acid and organic acid metabolism
7 shall include modified solid food products that are low protein, or
8 which contain modified protein which are medically necessary, and such
9 coverage for such modified solid food products for any calendar year or
10 for any continuous period of twelve months for any insured individual
11 shall not exceed two thousand five hundred dollars.

12 S 5. The opening paragraph of paragraph 25 of subsection (b) of
13 section 4322 of the insurance law, as amended by chapter 554 of the laws
14 of 2002, is amended to read as follows:

15 Prescription drugs, including contraceptive drugs or devices approved
16 by the federal food and drug administration or generic equivalents
17 approved as substitutes by such food and drug administration and nutri-
18 tional supplements (formulas), WHETHER ADMINISTERED ORALLY OR VIA A
19 FEEDING TUBE for the therapeutic treatment of phenylketonuria, branched-
20 chain ketonuria, galactosemia, EOSINOPHILIC ESOPHAGITIS AND RELATED
21 EOSINOPHILIC DISORDERS, and homocystinuria, obtained at a participating
22 pharmacy under a prescription written by an in-plan or out-of-plan
23 provider. Health maintenance organizations, in addition to providing
24 coverage for prescription drugs at a participating pharmacy, may utilize
25 a mail order prescription drug program. Health maintenance organizations
26 may provide prescription drugs pursuant to a drug formulary; however,
27 health maintenance organizations must implement an appeals process so
28 that the use of non-formulary prescription drugs may be requested by a
29 physician or other provider.

30 S 6. This act shall take effect on the first of January next succeed-
31 ing the date on which it shall have become a law and shall apply to all
32 policies and contracts issued, renewed, modified, altered, or amended on
33 or after such date.