A budgetary impact analysis of Medicare coverage for obesity care

The situation

The disease of obesity impacts loved ones | health care the economy | people national security

More than 50 disorders are linked to obesity.

$1.42 TRILLION A YEAR is spent in the US on direct and indirect costs for health conditions related to obesity.

Nearly one in three Medicare beneficiaries is affected by obesity.

Lifestyle, counseling, and medical interventions including pharmacotherapy and surgery are essential to comprehensive obesity care.

Under current law, Medicare is NOT AUTHORIZED to provide some evidence-based obesity care.

An outdated law prohibits Medicare coverage for "weight loss" drugs. There are now multiple safe and effective FDA-approved obesity medications and while lifestyle and counseling services are available for Medicare beneficiaries, there are too few providers to deliver the service.

LESS THAN 1% OF MEDICARE BENEFICIARIES with obesity are able to access obesity care.


This analysis was supported by Novo Nordisk, Inc. and Eisai.
Overall improvement in health conditions from covered obesity treatments would lead to lower expenditures in:

- Emergency room care
- Ambulatory care
- Inpatient stays
- Prescriptions

Resulting in net savings between $6,700 - $7,100 over 10 years per person. The biggest savings are seen in reduction of ambulatory care (Part B) and prescription drug utilization (Part D).

However, even with increased use of covered obesity treatments (67.4%), the evidence shows, less than 8% of all Medicare beneficiaries would receive some form of obesity treatment.

The study found that providing obesity care may improve health and may decrease the need for medication to treat obesity-related diseases.

The analysis suggests that the more Medicare beneficiaries use evidence-based obesity care services, the more Medicare saves. Utilization of obesity treatments will generate Medicare budget savings.

Support for the Treat and Reduce Obesity Act

It’s time for ACTION

Be a part of the solution to improve obesity care

Support the Treat and Reduce Obesity Act to improve access to evidence-based tools for chronic weight management. Passing the Treat and Reduce Obesity Act will provide Medicare beneficiaries and their health care providers with meaningful tools to treat obesity by improving access to weight management counseling and allowing for coverage of FDA-approved therapeutics for chronic weight management.

Support the Treat and Reduce Obesity Act today

ObesityCareAdvocacyNetwork.com

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4. Su Wayne, IHS Markit, A Budgetary Impact Analysis of Medicare Coverage for Anti-Obesity Interventions, November 1, 2017