

116TH CONGRESS  
1ST SESSION

# H. R. 3417

To amend title XVIII of the Social Security Act to provide for patient improvements and rural and quality improvements under the Medicare program.

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## IN THE HOUSE OF REPRESENTATIVES

JUNE 21, 2019

Mr. NEAL (for himself and Mr. BRADY) introduced the following bill; which was referred to the Committee on Ways and Means, and in addition to the Committee on Energy and Commerce, for a period to be subsequently determined by the Speaker, in each case for consideration of such provisions as fall within the jurisdiction of the committee concerned

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## A BILL

To amend title XVIII of the Social Security Act to provide for patient improvements and rural and quality improvements under the Medicare program.

1       *Be it enacted by the Senate and House of Representa-  
2       tives of the United States of America in Congress assembled,*

3       **SECTION 1. SHORT TITLE; TABLE OF CONTENTS.**

4       (a) SHORT TITLE.—This Act may be cited as the  
5       “Beneficiary Education Tools, Telehealth, and Extenders  
6       Reauthorization Act of 2019” or the “BETTER Act of  
7       2019”.

- 1       (b) TABLE OF CONTENTS.—The table of contents for  
 2 this Act is as follows:

See. 1. Short title; table of contents.

#### TITLE I—PATIENT IMPROVEMENTS

- See. 101. Beneficiary enrollment notification and eligibility simplification.  
 See. 102. Extension of funding outreach and assistance for low-income programs.  
 See. 103. Medicare coverage of certain mental health telehealth services.  
 See. 104. Requiring prescription drug plan sponsors to include real-time benefit information as part of such sponsor's electronic prescription program under the Medicare program.  
 See. 105. Transitional coverage and retroactive Medicare part D coverage for certain low-income beneficiaries.

#### TITLE II—RURAL AND QUALITY IMPROVEMENTS

- See. 201. Medicare GME treatment of hospitals establishing new medical residency training programs after hosting medical resident rotators for short durations.  
 See. 202. Extension of the work geographic index floor under the Medicare program.  
 See. 203. Extension of funding for quality measure endorsement, input, and selection under Medicare program.  
 See. 204. Improving measurements under the skilled nursing facility value-based purchasing program under the Medicare program.

## 3                   **TITLE I—PATIENT 4                    IMPROVEMENTS**

### **5 SEC. 101. BENEFICIARY ENROLLMENT NOTIFICATION AND 6                    ELIGIBILITY SIMPLIFICATION.**

- 7       (a) ELIGIBILITY AND ENROLLMENT NOTICES.—  
 8           (1) AS PART OF SOCIAL SECURITY ACCOUNT  
 9           STATEMENT FOR INDIVIDUALS ATTAINING AGES 63  
 10          TO 65.—Section 1143(a) of the Social Security Act  
 11          (42 U.S.C. 1320b–13(a)) is amended by adding at  
 12          the end the following new paragraph:  
 13          “(4) MEDICARE ELIGIBILITY INFORMATION.—

1           “(A) IN GENERAL.—In the case of statements  
2       provided on or after the date that is 2 years after  
3       the date of the enactment of this paragraph to indi-  
4       viduals who are attaining ages 63, 64, and 65, the  
5       statement shall also include a notice containing the  
6       information described in subparagraph (B).

7           “(B) CONTENTS OF NOTICE.—The notice re-  
8       quired under subparagraph (A) shall include a clear,  
9       simple explanation of—

10           “(i) eligibility for benefits under the Medi-  
11       care program under title XVIII, and in par-  
12       ticular benefits under part B of such title;

13           “(ii) the reasons a late enrollment penalty  
14       for failure to timely enroll could be assessed  
15       and how such late enrollment penalty is cal-  
16       culated, in particular for benefits under part B;

17           “(iii) the availability of relief from the late  
18       enrollment penalty and retroactive enrollment  
19       under section 1837(h) (including as such sec-  
20       tion is applied under sections 1818(c) and  
21       1818A(e)(3)), with examples of circumstances  
22       under which such relief may be granted and ex-  
23       amples of circumstances under which such relief  
24       would not be granted;

1                 “(iv) the need for coordination of benefits  
2 (including primary and secondary coverage sce-  
3 narios) pursuant to section 1862, in particular  
4 for benefits under part B of such title; and

5                 “(v) populations, such as residents of  
6 Puerto Rico and veterans, for whom there are  
7 special considerations with respect to enroll-  
8 ment under title XVIII.

9                 “(C) DEVELOPMENT OF NOTICE.—

10                 “(i) IN GENERAL.—The Secretary, in co-  
11 ordination with the Commissioner of Social Se-  
12 curity, and taking into consideration informa-  
13 tion collected pursuant to clause (ii), shall, not  
14 later than 12 months after the last day of the  
15 period for the request of information described  
16 in clause (ii), develop the notice to be provided  
17 pursuant to subparagraph (A).

18                 “(ii) REQUEST FOR INFORMATION.—Not  
19 later than 6 months after the date of the enact-  
20 ment of this paragraph, the Secretary shall re-  
21 quest written information, including rec-  
22 ommendations, from stakeholders (including the  
23 groups described in subparagraph (D)) on the  
24 information to be included in the notice.

1                 “(iii) NOTICE IMPROVEMENT.—Beginning  
2                 4 years after the date of enactment of this  
3                 paragraph, and not less than once every two  
4                 years thereafter, the Secretary, in coordination  
5                 with the Commissioner of Social Security,  
6                 shall—

7                         “(I) review the content of the notice  
8                 to be provided under subparagraph (A);

9                         “(II) solicit recommendations on the  
10                 notice through a request for information  
11                 process as described in clause (ii); and

12                         “(III) update and revise such notice  
13                 as the Secretary deems appropriate.

14                 “(D) GROUPS FOR CONSULTATION.—For pur-  
15                 poses of subparagraph (C)(ii), the groups described  
16                 in this clause include the following:

17                         “(i) Individuals who are 60 years of age or  
18                 older.

19                         “(ii) Veterans.

20                         “(iii) Individuals with disabilities.

21                         “(iv) Individuals with end stage renal dis-  
22                 ease.

23                         “(v) Low-income individuals and families.

24                         “(vi) Employers (including human re-  
25                 sources professionals).

1                 “(vii) States (including representatives of  
2                 State-run Health Insurance Exchanges, Med-  
3                 icaid offices, and Departments of Insurance).

4                 “(viii) State Health Insurance Assistance  
5                 Programs.

6                 “(ix) Health insurers.

7                 “(x) Health insurance agents and brokers.

8                 “(xi) Such other groups as specified by the  
9                 Secretary.

10                 “(E) POSTING OF NOTICE ON WEBSITES.—The  
11                 Commissioner of Social Security and the Secretary  
12                 shall ensure that the notice being used under sub-  
13                 paragraph (A) is posted in a prominent location on  
14                 the public Internet website of the Social Security  
15                 Administration and on the public Internet website of  
16                 the Centers for Medicare & Medicaid Services, re-  
17                 spectively.

18                 “(F) REIMBURSEMENT OF COSTS.—

19                 “(i) IN GENERAL.—Effective for fiscal  
20                 years beginning in the year in which the date  
21                 of enactment of this paragraph occurs, the  
22                 Commissioner of Social Security and the Sec-  
23                 retary shall enter into an agreement which shall  
24                 provide funding to cover the administrative

1           costs of the Commissioner's activities under this  
2           paragraph. Such agreement shall—

3                 “(I) provide funds to the Commis-  
4                 sioner for the full cost of the Social Secu-  
5                 rity Administration's work related to the  
6                 implementation of this paragraph, includ-  
7                 ing any initial costs incurred prior to the  
8                 finalization of such agreement;

9                 “(II) provide such funding quarterly  
10                in advance of the applicable quarter based  
11                on estimating methodology agreed to by  
12                the Commissioner and the Secretary; and

13                 “(III) require an annual accounting  
14                and reconciliation of the actual costs in-  
15                curred and funds provided under this para-  
16                graph.

17                 “(ii) LIMITATION.—In no case shall funds  
18                from the Social Security Administration's Limi-  
19                tation on Administrative Expenses be used to  
20                carry out activities related to the implemen-  
21                tation of this paragraph.

22                 “(G) NO EFFECT ON OBLIGATION TO MAIL  
23                STATEMENTS.—Nothing in this paragraph shall be  
24                construed to relieve the Commissioner of Social Se-  
25                curity from any requirement under subsection (c),

1       including the requirement to mail a statement on an  
2       annual basis to each eligible individual who is not re-  
3       ceiving benefits under title II and for whom a mailing  
4       address can be determined through such meth-  
5       ods as the Commissioner determines to be appro-  
6       priate.”.

7                     (2) INDIVIDUALS IN MEDICARE WAITING PE-  
8        RIOD.—Title XI of the Social Security Act (42  
9        U.S.C. 1301 et seq.) is amended by inserting after  
10      section 1144 the following new section:

11     “MEDICARE ENROLLMENT NOTIFICATION AND ELIGI-  
12     BILITY NOTICES FOR INDIVIDUALS IN MEDICARE  
13     WAITING PERIOD

14                     “Notices

15     “SEC. 1144A. (a)

16                     “(1) IN GENERAL.—The Commissioner of So-  
17        cial Security shall distribute the notice to be pro-  
18        vided pursuant to section 1143(a)(4), as may be  
19        modified under paragraph (2), to individuals in the  
20        24-month waiting period under section 226(b).

21                     “(2) AUTHORITY TO MODIFY NOTICE.—The  
22        Secretary, in coordination with the Commissioner of  
23        Social Security, may modify the notice to be distrib-  
24        uted under paragraph (1) as necessary to take into  
25        account the individuals described in such paragraph.

1                 “(3) POSTING OF NOTICE ON WEBSITES.—The  
2     Commissioner of Social Security and the Secretary  
3     shall ensure that the notice being used under para-  
4     graph (1) is posted in a prominent location on the  
5     public Internet website of the Social Security Ad-  
6     ministration and on the public Internet website of  
7     the Centers for Medicare & Medicaid Services, re-  
8     spectively.

9                             “Timing

10                 “(b) Beginning not later than 2 years after the date  
11     of the enactment of this section, a notice required under  
12     subsection (a)(1) shall be mailed to an individual no less  
13     than two times in accordance with the following:

14                 “(1) The notice shall be provided to such indi-  
15     vidual not later than 3 months prior to the date on  
16     which such individual’s enrollment period begins as  
17     provided under section 1837.

18                 “(2) The notice shall subsequently be provided  
19     to such individual not later than one month prior to  
20     such date.

21                             “Reimbursement of Costs

22                 “(c)

23                 “(1) IN GENERAL.—Effective for fiscal years  
24     beginning in the year in which the date of enactment  
25     of this section occurs, the Commissioner of Social

1        Security and the Secretary shall enter into an agree-  
2        ment which shall provide funding to cover the ad-  
3        ministrative costs of the Commissioner's activities  
4        under this section. Such agreement shall—

5                 “(A) provide funds to the Commissioner  
6                for the full cost of the Social Security Adminis-  
7                tration's work related to the implementation of  
8                this section, including any initial costs incurred  
9                prior to the finalization of such agreement;

10                “(B) provide such funding quarterly in ad-  
11                vance of the applicable quarter based on esti-  
12                mating methodology agreed to by the Commis-  
13                sioner and the Secretary; and

14                “(C) require an annual accounting and  
15                reconciliation of the actual costs incurred and  
16                funds provided under this section.

17                “(2) LIMITATION.—In no case shall funds from  
18                the Social Security Administration's Limitation on  
19                Administrative Expenses be used to carry out activi-  
20                ties related to the implementation of this section.”.

21                (b) BENEFICIARY ENROLLMENT SIMPLIFICATION.—

22                (1) EFFECTIVE DATE OF COVERAGE.—Section  
23                1838(a) of the Social Security Act (42 U.S.C.  
24                1395q(a)) is amended—

1                             (A) by amending paragraph (2) to read as  
2                             follows:

3                             “(2)(A) in the case of an individual who enrolls  
4                             pursuant to subsection (d) of section 1837 before  
5                             the month in which he first satisfies paragraph (1)  
6                             or (2) of section 1836, the first day of such month,

7                             “(B) in the case of an individual who first sat-  
8                             isfies such paragraph in a month beginning before  
9                             January 2021 and who enrolls pursuant to such  
10                             subsection (d)—

11                             “(i) in such month in which he first satis-  
12                             fies such paragraph, the first day of the month  
13                             following the month in which he so enrolls,

14                             “(ii) in the month following such month in  
15                             which he first satisfies such paragraph, the first  
16                             day of the second month following the month in  
17                             which he so enrolls, or

18                             “(iii) more than one month following such  
19                             month in which he satisfies such paragraph, the  
20                             first day of the third month following the  
21                             month in which he so enrolls,

22                             “(C) in the case of an individual who first satis-  
23                             fies such paragraph in a month beginning on or  
24                             after January 1, 2021, and who enrolls pursuant to  
25                             such subsection (d) in such month in which he first

1 satisfies such paragraph or in any subsequent month  
2 of his initial enrollment period, the first day of the  
3 month following the month in which he so enrolls, or

4 “(D) in the case of an individual who enrolls  
5 pursuant to subsection (e) of section 1837 in a  
6 month beginning—

7 “(i) before January 1, 2021, the July 1  
8 following the month in which he so enrolls, or

9 “(ii) on or after January 1, 2021, the first  
10 day of the month following the month in which  
11 he so enrolls, or”; and

12 (B) by amending paragraph (3) to read as  
13 follows:

14 “(3) in the case of an individual who is deemed  
15 to have enrolled—

16 “(A) on or before the last day of the third  
17 month of his initial enrollment period, the first  
18 day of the month in which he first meets the  
19 applicable requirements of section 1836 or July  
20 1, 1973, whichever is later, or

21 “(B) on or after the first day of the fourth  
22 month of his initial enrollment period, and  
23 where such month begins—

24 “(i) before January 1, 2021, as pre-  
25 scribed under subparagraphs (B)(i),

1 (B)(ii), (B)(iii), and (D) of paragraph (2),

2 or

11        "(m) Beginning January 1, 2021, the Secretary may  
12 establish special enrollment periods in the case of individ-  
13 uals who meet such exceptional conditions as the Secretary  
14 may provide, such as individuals who reside in an area  
15 with an emergency or disaster as determined by the Sec-  
16 retary.".

21        “(g) Notwithstanding subsection (a), in the case of  
22 an individual who enrolls during a special enrollment pe-  
23 riod pursuant to section 1837(m), the coverage period  
24 shall begin on a date the Secretary provides in a manner

1 consistent (to the extent practicable) with protecting con-  
2 tinuity of health benefit coverage.”.

3 (C) CONFORMING AMENDMENT.—Section  
4 1839(b) of the Social Security Act (42 U.S.C.  
5 1395r(b)) is amended, in the first sentence, by  
6 striking “or (l)” and inserting “, (l), or (m)”.

1 annual election period under the Medicare Advan-  
2 tage program under part C of such title and under  
3 the prescription drug program under part D of such  
4 title. Such recommendations shall be consistent with  
5 the goals of maximizing coverage continuity and  
6 choice and easing beneficiary transition.

7 **SEC. 102. EXTENSION OF FUNDING OUTREACH AND ASSIST-  
8 ANCE FOR LOW-INCOME PROGRAMS.**

9 (a) ADDITIONAL FUNDING FOR STATE HEALTH IN-  
10 SURANCE PROGRAMS.—Subsection (a)(1)(B) of section  
11 119 of the Medicare Improvements for Patients and Pro-  
12 viders Act of 2008 (42 U.S.C. 1395b–3 note), as amended  
13 by section 3306 of the Patient Protection and Affordable  
14 Care Act (Public Law 111–148), section 610 of the Amer-  
15 ican Taxpayer Relief Act of 2012 (Public Law 112–240),  
16 section 1110 of the Pathway for SGR Reform Act of 2013  
17 (Public Law 113–67), section 110 of the Protecting Ac-  
18 cess to Medicare Act of 2014 (Public Law 113–93), sec-  
19 tion 208 of the Medicare Access and CHIP Reauthoriza-  
20 tion Act of 2015 (Public Law 114–10), and section 50207  
21 of the Bipartisan Budget Act of 2018 (Public Law 115–  
22 123), is amended—

- 23 (1) in clause (vii), by striking “and” at the end;  
24 (2) in clause (viii), by striking “and” at the  
25 end;

1                         (3) in clause (ix), by striking the period at the  
2                         end and inserting “; and”; and

3                         (4) by inserting after clause (ix) the following  
4                         new clause:

5                                 “(x) for each of fiscal years 2020  
6                                 through 2022, of \$15,000,000.”.

7                         (b) ADDITIONAL FUNDING FOR AREA AGENCIES ON  
8     AGING.—Subsection (b)(1)(B) of such section 119, as so  
9     amended, is amended—

10                         (1) in clause (vii), by striking “and” at the end;  
11                         (2) in clause (viii), by striking “and” at the  
12                         end;

13                         (3) in clause (ix), by striking the period at the  
14                         end and inserting “; and”; and

15                         (4) by inserting after clause (ix) the following  
16                         new clause:

17                                 “(x) for each of fiscal years 2020  
18                                 through 2022, of \$15,000,000.”.

19                         (c) ADDITIONAL FUNDING FOR AGING AND DIS-  
20     ABILITY RESOURCE CENTERS.—Subsection (c)(1)(B) of  
21     such section 119, as so amended, is amended—

22                         (1) in clause (vii), by striking “and” at the end;  
23                         (2) in clause (viii), by striking “and” at the  
24                         end;

1                         (3) in clause (ix), by striking the period at the  
2                         end and inserting “; and”; and

3                         (4) by inserting after clause (ix) the following  
4                         new clause:

5                                 “(x) for each of fiscal years 2020  
6                                 through 2022, of \$5,000,000.”.

7                         (d) ADDITIONAL FUNDING FOR CONTRACT WITH  
8                         THE NATIONAL CENTER FOR BENEFITS AND OUTREACH  
9                         ENROLLMENT.—Subsection (d)(2) of such section 119, as  
10                         so amended, is amended—

11                         (1) in clause (vii), by striking “and” at the end;  
12                         (2) in clause (viii), by striking “and” at the  
13                         end;

14                         (3) in clause (ix), by striking the period at the  
15                         end and inserting “; and”; and

16                         (4) by inserting after clause (ix) the following  
17                         new clause:

18                                 “(x) for each of fiscal years 2020  
19                                 through 2022, of \$15,000,000.”.

20                         **SEC. 103. MEDICARE COVERAGE OF CERTAIN MENTAL  
21                         HEALTH TELEHEALTH SERVICES.**

22                         Section 1834(m) of the Social Security Act (42  
23                         U.S.C. 1395m(m)) is amended—

1                     (1) in paragraph (2)(B)(i), by striking “and  
2                     paragraph (6)(C)” and inserting “, paragraph  
3                     (6)(C), and paragraph (8)(C);”

4                     (2) in paragraph (4)(C)(i), by striking “and  
5                     (7)” and inserting “(7), and (8);”

6                     (3) in paragraph (4)(F)(i), by inserting “serv-  
7                     ices identified by CPT codes 90834 and 90837 (and  
8                     as subsequently modified by the Secretary),” before  
9                     “and any additional service”;

10                    (4) in paragraph (6)(A), by striking “paragraph  
11                    (4)(C)” and inserting “paragraph (4)(C)(i);”

12                    (5) in paragraph (7), by striking “The geo-  
13                    graphic requirements” and inserting “Subject to  
14                    paragraph (8)(D), the geographic requirements”;  
15                    and

16                    (6) by adding at the end the following new  
17                    paragraph:

18                    “(8) TREATMENT OF MENTAL HEALTH TELE-  
19                    HEALTH SERVICES.—

20                    “(A) NON-APPLICATION OF ORIGINATING  
21                    SITE REQUIREMENTS.—The requirements de-  
22                    scribed in paragraph (4)(C)(i) shall not apply  
23                    with respect to telehealth services furnished on  
24                    or after January 1, 2020, that are mental  
25                    health telehealth services. Nothing in the pre-

1 vious sentence shall waive any applicable State  
2 law requirements.

3 “(B) INCLUSION OF CERTAIN SITES.—  
4 With respect to telehealth services described in  
5 subparagraph (A), the term ‘originating site’  
6 shall include the home of the eligible telehealth  
7 individual at which the individual is located at  
8 the time the service is furnished via a tele-  
9 communications system.

10 “(C) NO ORIGINATING SITE FACILITY  
11 FEE.—No facility fee shall be paid under para-  
12 graph (2)(B) to an originating site with respect  
13 to a telehealth service described in subpara-  
14 graph (A) if the originating site does not other-  
15 wise meet the requirements for an originating  
16 site under paragraph (4)(C).

17 “(D) FACE-TO-FACE INITIAL ASSESSMENT;  
18 REASSESSMENTS.—Payment may not be made  
19 for mental health telehealth services under this  
20 paragraph (if such payment would not other-  
21 wise be allowed under this subsection without  
22 application of this paragraph or paragraph (7))  
23 furnished to an eligible telehealth individual un-  
24 less—

1                     “(i) within the 6-month period prior  
2                     to the provision of such mental health tele-  
3                     health services, the individual receives a  
4                     face-to-face clinical assessment, without  
5                     the use of telehealth, by a physician de-  
6                     scribed in subparagraph (F)(i) or a practi-  
7                     tioner described in subparagraph (F)(ii) of  
8                     the needs of such individual for such serv-  
9                     ices; and

10                    “(ii) the individual receives a reassess-  
11                    ment (at a frequency specified by the Sec-  
12                    retary) by a physician so described or a  
13                    practitioner so described of the needs of  
14                    such individual for such services.

15                    “(E) MENTAL HEALTH TELEHEALTH  
16                    SERVICES DEFINED.—For purposes of this  
17                    paragraph, the term ‘mental health telehealth  
18                    service’ means services identified by CPT codes  
19                    90834 and 90837 (and as subsequently modi-  
20                    fied by the Secretary).

21                    “(F) PHYSICIAN AND PRACTITIONER DE-  
22                    SCRIBED.—For purposes of subparagraph (D):

23                    “(i) PHYSICIAN.—A physician de-  
24                    scribed in this clause is a physician, as de-  
25                    fined in section 1861(r)(1).

1                     “(ii) PRACTITIONER.—A practitioner  
2                     described in this clause is a practitioner  
3                     described in any of clauses (i), (iv), or (v)  
4                     of section 1842(b)(18)(C).”.

5 **SEC. 104. REQUIRING PRESCRIPTION DRUG PLAN SPON-**  
6                     **SORS TO INCLUDE REAL-TIME BENEFIT IN-**  
7                     **FORMATION AS PART OF SUCH SPONSOR'S**  
8                     **ELECTRONIC PRESCRIPTION PROGRAM**  
9                     **UNDER THE MEDICARE PROGRAM.**

10                 Section 1860D–4(e)(2) of the Social Security Act (42  
11 U.S.C. 1395w–104(e)(2)) is amended—

12                 (1) in subparagraph (D), by striking “To the  
13 extent” and inserting “Except as provided in sub-  
14 paragraph (F), to the extent”; and

15                 (2) by adding at the end the following new sub-  
16 paragraph:

17                     “(F) REAL-TIME BENEFIT INFORMATION.—

19                     “(i) IN GENERAL.—Not later than  
20 January 1, 2021, the program shall pro-  
21 vide for the real-time electronic trans-  
22 mission to prescribing health care profes-  
23 sionals, using technology capable of inte-  
24 grating with such professionals’ electronic  
25 prescribing and electronic health record

1           systems, of individual-specific formulary  
2           and benefit information under a prescrip-  
3           tion drug plan with respect to an indi-  
4           vidual enrolled in such plan. Such informa-  
5           tion shall include, with respect to the pre-  
6           scribing of a covered part D drug to such  
7           individual, the following:

8                 “(I) A description of any clini-  
9                 cally-appropriate alternatives to such  
10                drug included in the formulary of  
11                such plan.

12                “(II) Information relating to ap-  
13                plicable cost-sharing requirements for  
14                such drug and such alternatives, in-  
15                cluding a description of any variance  
16                in such requirements based on the  
17                pharmacy dispensing such drug or  
18                such alternatives.

19                “(III) Information relating to  
20                any prior authorization or other utili-  
21                zation management requirements ap-  
22                plicable to such drug and such alter-  
23                natives within the formulary of such  
24                plan.

1                         “(ii) SPECIAL RULE FOR 2021.—The  
2                         program shall be deemed to be in compli-  
3                         ance with clause (i) for 2021 if the pro-  
4                         gram complies with the provisions of sec-  
5                         tion 423.160(b)(7) of title 42, Code of  
6                         Federal Regulations (or a successor regula-  
7                         tion), for such year.”.

8     **SEC. 105. TRANSITIONAL COVERAGE AND RETROACTIVE**  
9                         **MEDICARE PART D COVERAGE FOR CERTAIN**  
10                         **LOW-INCOME BENEFICIARIES.**

11                         Section 1860D–14 of the Social Security Act (42  
12 U.S.C. 1395w–114) is amended—

13                         (1) by redesignating subsection (e) as sub-  
14                         section (f); and

15                         (2) by adding after subsection (d) the following  
16                         new subsection:

17                         “(e) LIMITED INCOME NEWLY ELIGIBLE TRANSI-  
18 TION PROGRAM.—

19                         “(1) IN GENERAL.—Beginning not later than  
20 January 1, 2021, the Secretary shall carry out a  
21 program to provide transitional coverage for covered  
22 part D drugs for LI NET eligible individuals in ac-  
23 cordance with this subsection.

24                         “(2) LI NET ELIGIBLE INDIVIDUAL DEFINED.—  
25 For purposes of this subsection, the term ‘LI NET

1       eligible individual' means a part D eligible individual  
2       who—

3               “(A) meets the requirements of clauses (ii)  
4               and (iii) of subsection (a)(3)(A); and

5               “(B) has not yet enrolled in a prescription  
6               drug plan or an MA–PD plan, or, who has so  
7               enrolled, but with respect to whom coverage  
8               under such plan has not yet taken effect.

9       “(3) TRANSITIONAL COVERAGE.—For purposes  
10      of this subsection, the term ‘transitional coverage’  
11      means with respect to an LI NET eligible indi-  
12      vidual—

13               “(A) immediate access to covered part D  
14               drugs at the point of sale during the period  
15               that begins on the first day of the month such  
16               individual is determined to meet the require-  
17               ments of clauses (ii) and (iii) of subsection  
18               (a)(3)(A) and ends on the date that coverage  
19               under a prescription drug plan or MA–PD plan  
20               takes effect with respect to such individual; and

21               “(B) in the case of an LI NET eligible in-  
22               dividual who is a full-benefit dual eligible indi-  
23               vidual (as defined in section 1935(c)(6)) or a  
24               recipient of supplemental security income bene-  
25               fits under title XVI, retroactive coverage (in the

1           form of reimbursement of the amounts that  
2           would have been paid under this part had such  
3           individual been enrolled in a prescription drug  
4           plan or MA–PD plan) of covered part D drugs  
5           purchased by such individual during the period  
6           that begins on the date that is the later of—

7                 “(i) the date that such individual was  
8                 first eligible for a low-income subsidy  
9                 under this part; or

10                 “(ii) the date that is 36 months prior  
11                 to the date such individual enrolls in a pre-  
12                 scription drug plan or MA–PD plan,  
13                 and ends on the date that coverage under such  
14                 plan takes effect.

15                 “(4) PROGRAM ADMINISTRATION.—

16                 “(A) SINGLE POINT OF CONTACT.—The  
17                 Secretary shall, to the extent feasible, admin-  
18                 ister the program under this subsection through  
19                 a contract with a single program administrator.

20                 “(B) BENEFIT DESIGN.—The Secretary  
21                 shall ensure that the transitional coverage pro-  
22                 vided to LI NET eligible individuals under this  
23                 subsection—

24                 “(i) provides access to all covered part  
25                 D drugs under an open formulary;

1                 “(ii) permits all pharmacies determined by the Secretary to be in good standing to process claims under the program;

5                 “(iii) is consistent with such requirements as the Secretary considers necessary to improve patient safety and ensure appropriate dispensing of medication; and

9                 “(iv) meets such other requirements  
10                 as the Secretary may establish.

11                 “(5) RELATIONSHIP TO OTHER PROVISIONS OF  
12                 THIS TITLE; WAIVER AUTHORITY.—

13                 “(A) IN GENERAL.—The following provisions shall not apply with respect to the program under this subsection:

16                 “(i) Paragraphs (1) and (3)(B) of section 1860D–4(a) (relating to dissemination of general information; availability of information on changes in formulary through the Internet).

21                 “(ii) Subparagraphs (A) and (B) of section 1860D–4(b)(3) (relating to requirements on development and application of formularies; formulary development).

1                         “(iii) Paragraphs (1)(C) and (2) of  
2                         section 1860D–4(c) (relating to medication  
3                         therapy management program).

4                         “(B) WAIVER AUTHORITY.—The Secretary  
5                         may waive such other requirements of title XI  
6                         and this title as may be necessary to carry out  
7                         the purposes of the program established under  
8                         this subsection.”.

9                         **TITLE II—RURAL AND QUALITY  
10                         IMPROVEMENTS**

11                         **SEC. 201. MEDICARE GME TREATMENT OF HOSPITALS ES-**  
12                         **TABLISHING NEW MEDICAL RESIDENCY**  
13                         **TRAINING PROGRAMS AFTER HOSTING MED-**  
14                         **ICAL RESIDENT ROTATORS FOR SHORT DU-**  
15                         **RATIONS.**

16                         (a) REDETERMINATION OF APPROVED FTE RESI-  
17                         DENT AMOUNT.—Section 1886(h)(2)(F) of the Social Se-  
18                         curity Act (42 U.S.C. 1395ww(h)(2)(F)) is amended—

19                         (1) by inserting “(i)” before “In the case of”;  
20                         and

21                         (2) by adding at the end the following:

22                         “(ii) In applying this subparagraph in the  
23                         case of a hospital that, on or after the date of  
24                         the enactment of this clause, begins to train  
25                         residents and has not entered into a GME af-

1           filiation agreement (as defined by the Secretary  
2           for purposes of paragraph (4)(H)(ii)), the Sec-  
3           retary shall not establish an FTE resident  
4           amount until such time as the Secretary deter-  
5           mines that the hospital has trained at least 1.0  
6           full-time-equivalent resident in an approved  
7           medical residency training program in a cost re-  
8           porting period.

9                 “(iii) In applying this subparagraph for  
10           cost reporting periods beginning on or after the  
11           date of enactment of this clause, in the case of  
12           a hospital that, as of such date of enactment,  
13           has an approved FTE resident amount based  
14           on the training in an approved medical resi-  
15           dency program of—

16                     “(I) less than 1.0 full-time-equivalent  
17           resident in any cost reporting period begin-  
18           ning before October 1, 1997, as deter-  
19           mined by the Secretary; or

20                     “(II) no more than 3.0 full-time-  
21           equivalent residents in any cost reporting  
22           period beginning on or after October 1,  
23           1997, and before the date of the enactment  
24           of this clause, as determined by the Sec-  
25           retary,

1       in lieu of such FTE resident amount the Sec-  
2       retary shall, in accordance with the method-  
3       ology described in section 413.77(e) of title 42  
4       of the Code of Federal Regulations (or any suc-  
5       cessor regulation), establish a new FTE resi-  
6       dent amount if the hospital trains at least 1.0  
7       full-time-equivalent resident (in the case of a  
8       hospital described in subclause (I)) or more  
9       than 3.0 full-time-equivalent residents (in the  
10      case of a hospital described in subclause (II)) in  
11      a cost reporting period beginning on or after  
12      such date of enactment and before the date that  
13      is 5 years after such date of enactment.

14           “(iv) For purposes of carrying out this  
15      subparagraph for cost reporting periods begin-  
16      ning on or after the date of the enactment of  
17      this clause, a hospital shall report full-time-  
18      equivalent residents on its cost report for a cost  
19      reporting period if the hospital trains at least  
20      1.0 full-time-equivalent resident in an approved  
21      medical residency training program in such pe-  
22      riod.

23           “(v) As appropriate, the Secretary may  
24      consider information from any cost reporting

1           period necessary to establish a new FTE resi-  
2           dent amount as described in clause (iii).”.

3           (b) REDETERMINATION OF FTE RESIDENT LIMITA-  
4       TION.—Section 1886(h)(4)(H)(i) of the Social Security  
5       Act (42 U.S.C. 1395ww(h)(4)(H)(i)) is amended—

6           (1) by inserting “(I)” before “The Secretary”;

7       and

8           (2) by adding at the end the following:

9                   “(II) In applying this clause in the  
10          case of a hospital that, on or after the date  
11          of the enactment of this subclause, begins  
12          to train residents in a new approved med-  
13          ical residency training program (as defined  
14          by the Secretary), the Secretary shall not  
15          determine a limitation applicable to the  
16          hospital under subparagraph (F) until  
17          such time as the Secretary determines that  
18          the hospital has trained at least 1.0 full-  
19          time-equivalent resident in such new ap-  
20          proved medical residency training program  
21          in a cost reporting period.

22                   “(III) In applying this clause in the  
23          case of a hospital that, as of the date of  
24          the enactment of this subclause, has a lim-  
25          itation under subparagraph (F), based on

1           a cost reporting period beginning before  
2           October 1, 1997, of less than 1.0 full-time-  
3           equivalent resident, the Secretary shall ad-  
4           just the limitation in the manner applica-  
5           ble to a new approved medical residency  
6           training program if the Secretary deter-  
7           mines the hospital trains at least 1.0 full-  
8           time-equivalent resident in a program year  
9           beginning on or after such date of enact-  
10          ment and before the date that is 5 years  
11          after such date of enactment.

12           “(IV) In applying this clause in the  
13          case of a hospital that, as of the date of  
14          the enactment of this subparagraph, has a lim-  
15          itation under subparagraph (F), based on  
16          a cost reporting period beginning on or  
17          after October 1, 1997, and before such  
18          date of enactment, of no more than 3.0  
19          full-time-equivalent residents, the Sec-  
20          retary shall adjust the limitation in the  
21          manner applicable to a new approved med-  
22          ical residency training program if the Sec-  
23          retary determines the hospital begins train-  
24          ing more than 3.0 full-time-equivalent resi-  
25          dents in a program year beginning on or

1                   after such date of enactment and before  
2                   the date that is 5 years after such date of  
3                   enactment.

4                   “(V) An adjustment to the limitation  
5                   applicable to a hospital made pursuant to  
6                   subclause (III) or (IV) shall be made in a  
7                   manner consistent with the methodology,  
8                   as appropriate, in section 413.79(e) of title  
9                   42, Code of Federal Regulations (or any  
10                  successor regulation). As appropriate, the  
11                  Secretary may consider information from  
12                  any cost reporting periods necessary to  
13                  make such an adjustment to the limita-  
14                  tion.”.

15                 (c) TECHNICAL AND CONFORMING AMENDMENTS.—  
16                 Section 1886 of the Social Security Act (42 U.S.C.  
17                 1395ww) is amended—

18                 (1) in subsection (d)(5)(B)(viii), by striking  
19                 “subsection (h)(4)(H)” and inserting “paragraphs  
20                 (2)(F)(iv) and (4)(H) of subsection (h)”; and

21                 (2) in subsection (h)—

22                 (A) in paragraph (4)(H)(iv), by striking  
23                 “an rural area” and inserting “a rural area”;  
24                 and

7       (d) EFFECTIVE DATE.—The amendments made by  
8 this section shall apply to payment under section 1886 of  
9 the Social Security Act (42 U.S.C. 1395ww) for cost re-  
10 porting periods beginning on or after the date of the en-  
11 actment of this Act.

## 12 SEC. 202. EXTENSION OF THE WORK GEOGRAPHIC INDEX

## 13 FLOOR UNDER THE MEDICARE PROGRAM.

14       Section 1848(e)(1)(E) of the Social Security Act (42  
15 U.S.C. 1395w-4(e)(1)(E)) is amended by striking “2020”  
16 and inserting “2023”.

#### **17 SEC. 203. EXTENSION OF FUNDING FOR QUALITY MEASURE**

18                   **ENDORSEMENT, INPUT, AND SELECTION**  
19                   **UNDER MEDICARE PROGRAM.**

20               (a) IN GENERAL.—Section 1890(d)(2) of the Social  
21 Security Act (42 U.S.C. 1395aaa(d)(2)) is amended—  
22                   (1) by striking “and \$7,500,000” and inserting  
23                “\$7,500,000”; and

1                             (2) by striking “and 2019.” and inserting “and  
2                             2019, and \$30,000,000 for each of fiscal years 2020  
3                             through 2022.”.

4                             (b) INPUT FOR REMOVAL OF MEASURES.—Section  
5                             1890(b) of the Social Security Act (42 U.S.C. 1395aaa(b))  
6                             is amended by inserting after paragraph (3) the following:

7                             “(4) REMOVAL OF MEASURES.—The entity may  
8                             provide input to the Secretary on quality and effi-  
9                             ciency measures described in paragraph (7)(B) that  
10                             could be considered for removal.”.

11                             (c) PRIORITIZATION OF MEASURE ENDORSEMENT.—  
12                             Section 1890(b) of the Social Security Act (42 U.S.C.  
13                             1395aaa(b)) is amended by adding at the end the fol-  
14                             lowing:

15                             “(9) PRIORITIZATION OF MEASURE ENDORSE-  
16                             MENT.—The Secretary—

17                             “(A) during the period beginning on the  
18                             date of the enactment of this paragraph and  
19                             ending on December 31, 2023, shall prioritize  
20                             the endorsement of measures relating to mater-  
21                             nal morbidity and mortality by the entity with  
22                             a contract under subsection (a) in connection  
23                             with endorsement of measures described in  
24                             paragraph (2); and

1               “(B) on and after January 1, 2024, may  
2               prioritize the endorsement of such measures by  
3               such entity.”.

4 **SEC. 204. IMPROVING MEASUREMENTS UNDER THE**  
5 **SKILLED NURSING FACILITY VALUE-BASED**  
6 **PURCHASING PROGRAM UNDER THE MEDI-**  
7 **CARE PROGRAM.**

8       (a) IN GENERAL.—Section 1888(h) of the Social Se-  
9       curity Act (42 U.S.C. 1395yy(h)) is amended—

10             (1) in paragraph (1), by adding at the end the  
11             following new subparagraph:

12             “(C) EXCLUSIONS.—With respect to pay-  
13             ments for services furnished on or after October  
14             1, 2021, this subsection shall not apply to a fa-  
15             cility for which there are not a minimum num-  
16             ber (as determined by the Secretary) of—

17                  “(i) cases for the measures that apply  
18                  to the facility for the performance period  
19                  for the applicable fiscal year; or

20                  “(ii) measures that apply to the facil-  
21                  ity for the performance period for the ap-  
22                  plicable fiscal year.”;

23             (2) in paragraph (2)(A)—

24                  (A) by striking “The Secretary shall  
25                  apply” and inserting “The Secretary—

1                         “(i) shall apply”;

2                         (B) by striking the period at the end and

3                         inserting “; and”; and

4                         (C) by adding at the end the following:

5                                 “(ii) may, with respect to payments

6                                 for services furnished on or after October

7                                 1, 2022, apply additional measures deter-

8                                 mined appropriate by the Secretary, which

9                                 may include measures of functional status,

10                                 patient safety, care coordination, or patient

11                                 experience.

12                         Subject to the succeeding sentence, in the case

13                         that the Secretary applies additional measures

14                         under clause (ii), the Secretary shall consider

15                         and apply, as appropriate, quality measures

16                         specified under section 1899B(c)(1). In no case

17                         may the Secretary apply more than 10 meas-

18                         ures under this subparagraph.”;

19                         (3) in subparagraph (A) of each of paragraphs

20                         (3) and (4), by striking “measure” and inserting

21                         “measures”; and

22                         (4) by adding at the end the following new

23                         paragraph:

24                         “(12) VALIDATION.—

1                 “(A) IN GENERAL.—The Secretary shall  
2                 apply to the measures applied under this sub-  
3                 section and the data submitted under sub-  
4                 section (e)(6) a process to validate such meas-  
5                 ures and data, as appropriate, which may be  
6                 similar to the process specified in section  
7                 1886(b)(3)(B)(viii)(XI) for validating inpatient  
8                 hospital measures.

9                 “(B) FUNDING.—For purposes of carrying  
10                 out this paragraph, the Secretary shall provide  
11                 for the transfer, from the Federal Hospital In-  
12                 surance Trust Fund established under section  
13                 1817, of \$5,000,000 to the Centers for Medi-  
14                 care & Medicaid Services Program Management  
15                 Account for each of fiscal years 2022 through  
16                 2024.”.

17                 (b) REPORT BY MEDPAC.—Not later than March  
18                 15, 2021, the Medicare Payment Advisory Commission  
19                 shall submit to Congress a report on establishing a proto-  
20                 type value-based payment program under a unified pro-  
21                 spective payment system for post-acute care services under  
22                 the Medicare program under title XVIII of the Social Se-  
23                 curity Act (42 U.S.C. 1395 et seq.). Such report—

24                 (1) shall—

25                 (A) consider design elements such as—

4 (ii) methodologies for scoring provider  
5 performance and effects on payment; and

(iii) other elements determined appropriate by the Commission; and

(B) analyze the effects of implementing such prototype program; and

10 (2) may—

11 (A) discuss the possible effects, with re-  
12 spect to the Medicare program, on program  
13 spending, post-acute care providers, patient out-  
14 comes, and other effects determined appropriate  
15 by the Commission; and

Q