#### 114TH CONGRESS 2D SESSION H.R. 5659

### **AN ACT**

To amend title XVIII of the Social Security Act with respect to expanding Medicare Advantage coverage for individuals with end-stage renal disease (ESRD).

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

#### 1 SECTION 1. SHORT TITLE.

2 This Act may be cited as the "Expanding Seniors Re3 ceiving Dialysis Choice Act of 2016" or as the "ESRD
4 Choice Act of 2016".

5 SEC. 2. EXPANDING MEDICARE ADVANTAGE COVERAGE
6 FOR INDIVIDUALS WITH END-STAGE RENAL
7 DISEASE (ESRD).

8 (a) EXPANDED MA ELIGIBILITY.—

9 (1) IN GENERAL.—Section 1851(a)(3) of the
10 Social Security Act (42 U.S.C. 1395w-21(a)(3)) is
11 amended—

12 (A) by striking subparagraph (B); and
13 (B) by striking "ELIGIBLE INDIVIDUAL"
14 and all that follows through "In this title, sub15 ject to subparagraph (B)," and inserting "ELI16 GIBLE INDIVIDUAL.—In this title,".

17 (2) Conforming Amendments.—

18 (A) Section 1852(b)(1) of the Social Secu19 rity Act (42 U.S.C. 1395w-22(b)(1)) is amend20 ed—

21 (i) by striking subparagraph (B); and (ii) by striking "BENEFICIARIES" and 22 "A 23 all that follows through 24 Medicare+Choice organization" and inserting "BENEFICIARIES.—A Medicare Ad-25 26 vantage organization".

1	(B) Section 1859(b)(6) of the Social Secu-
2	rity Act (42 U.S.C. 1395w–28(b)(6)) is amend-
3	ed by striking "may waive" and all that follows
4	through "subparagraph and".
5	(b) Excluding Costs for Kidney Acquisitions
6	FROM MA BENCHMARK.—Section 1853 of the Social Se-
7	curity Act (42 U.S.C. 1395w–23) is amended—
8	(1) in subsection (k)—
9	(A) in paragraph (1)—
10	(i) in the matter preceding subpara-
11	graph (A), by striking "paragraphs (2)
12	and $(4)$ " and inserting "paragraphs (2),
13	(4), and (5)"; and
14	(ii) in subparagraph (B)(i), by strik-
15	ing "paragraphs (2) and (4)" and insert-
16	ing "paragraphs $(2)$ , $(4)$ , and $(5)$ "; and
17	(B) by adding at the end the following new
18	paragraph:
19	"(5) Exclusion of costs for kidney acqui-
20	SITIONS FROM CAPITATION RATES.—After deter-
21	mining the applicable amount for an area for a year
22	under paragraph (1) (beginning with 2019), the Sec-
23	retary shall adjust such applicable amount to ex-
24	clude from such applicable amount the Secretary's
25	estimate of the standardized costs for payments for

1	organ acquisitions for kidney transplants covered
2	under this title (including expenses covered under
3	section 1881(d)) in the area for the year."; and
4	(2) in subsection $(n)(2)$ —
5	(A) in subparagraph (A)(i), by inserting
6	"and, for 2019 and subsequent years, the exclu-
7	sion of payments for organ acquisitions for kid-
8	ney transplants from the capitation rate as de-
9	scribed in subsection $(k)(5)$ " before the semi-
10	colon at the end;
11	(B) in subparagraph (E), in the matter
12	preceding clause (i), by striking "subparagraph
13	(F)" and inserting "subparagraphs $(F)$ and
14	(G)"; and
15	(C) by adding at the end the following new
16	subparagraph:
17	"(G) Application of kidney acquisi-
18	TIONS ADJUSTMENT.—The base payment
19	amount specified in subparagraph (E) for a
20	year (beginning with 2019) shall be adjusted in
21	the same manner under paragraph (5) of sub-
22	section (k) as the applicable amount is adjusted
23	under such subsection.".
24	(c) FFS Coverage of Kidney Acquisitions.—

(1) IN GENERAL.—Section 1852(a)(1)(B)(i) of
 the Social Security Act (42 U.S.C. 1395w 22(a)(1)(B)(i)) is amended by inserting "or coverage
 for organ acquisitions for kidney transplants, includ ing as covered under section 1881(d)" after "hospice
 care".

7 (2) CONFORMING AMENDMENT.—Section
8 1851(i) of the Social Security Act (42 U.S.C.
9 1395w-21(i)) is amended by adding at the end the
10 following new paragraph:

"(3) FFS PAYMENT FOR EXPENSES FOR KIDNEY ACQUISITIONS.—Paragraphs (1) and (2) do not
apply with respect to expenses for organ acquisitions
for kidney transplants described in section
1852(a)(1)(B)(i).".

16 (d) SENSE OF CONGRESS REGARDING APPLICATION 17 OF APPROPRIATE MEDICARE ADVANTAGE RISK ADJUST-MENT FOR PAYMENT FOR INCREASED ESRD ENROLL-18 19 EES.—It is the sense of Congress that in implementing the policies under this section, the Centers for Medicare 20 21 & Medicaid Services should provide, in an accurate and 22 transparent manner, for risk adjustment to payment 23 under the Medicare Advantage program to account for the 24 increased enrollment in Medicare Advantage plans of individuals with end-stage renal disease. 25

MA 1 (e) EDUCATION.—Section EXPANDED 2 1851(d)(2)(A)(iii) of the Social Security Act (42 U.S.C. 1395w-21(d)(2)(A)(iii)) is amended by inserting before 3 the period at the end the following: ", including any addi-4 5 tional information that individuals determined to have end-stage renal disease may need to make informed deci-6 7 sions with respect to such an election".

8 (f) REPORT.—Not later than April 1, 2022, the Ad-9 ministrator of the Centers for Medicare & Medicaid Serv-10 ices shall submit to Congress a report on the impact of the amendments made by this section on spending under 11 12 the traditional Medicare fee-for-service program under 13 parts A and B of title XVIII of the Social Security Act 14 as well as on spending under parts C and D of such title. 15 The report shall include an assessment of the risk adjustment payment methodologies under such parts C and D 16 17 and their adequacy with respect to individuals with endstage renal disease and such recommendations as the Ad-18 ministrator deems appropriate. 19

(g) EFFECTIVE DATE.—The amendments made by
 this section shall apply to plans years beginning on or
 after January 1, 2020.

Passed the House of Representatives September 21, 2016.

Attest:

Clerk.

# <sup>114</sup>TH CONGRESS H. R. 5659

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