

116TH CONGRESS 2D SESSION

# H.R. 2477

## AN ACT

To amend title XVIII of the Social Security Act to establish a system to notify individuals approaching Medicare eligibility, to simplify and modernize the eligibility enrollment process, and for other purposes.

- 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 "Beneficiary Enrollment
3	Notification and Eligibility Simplification Act of 2020" or
4	the "BENES Act of 2020".
5	SEC. 2. 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.—
11	(A) In general.—Section 1143(a) of the
12	Social Security Act (42 U.S.C. 1320b–13(a)) is
13	amended by adding at the end the following
14	new paragraph:
15	"(4) Medicare Eligibility Information.—
16	"(A) IN GENERAL.—In the case of statements
17	provided on or after the date that is 2 years after
18	the date of the enactment of this paragraph to indi-
19	viduals who are attaining ages 63, 64, and 65, the
20	statement shall also include a notice containing the
21	information described in subparagraph (B).
22	"(B) Contents of Notice.—The notice re-
23	quired under subparagraph (A) shall include a clear,
24	simple explanation of—
25	"(i) eligibility for benefits under the Medi-
26	care program under title XVIII, and in par-

1	ticular benefits under parts B and C of such
2	title;
3	"(ii) the reasons a late enrollment penalty
4	for failure to timely enroll could be assessed
5	and how such late enrollment penalty is cal-
6	culated, in particular for benefits under such
7	part B;
8	"(iii) the availability of relief from such
9	late enrollment penalty and retroactive enroll-
10	ment under section 1837(h) (including as such
11	section is applied under sections 1818(c) and
12	1818A(c)(3)), with examples of circumstances
13	under which such relief may be granted and ex-
14	amples of circumstances under which such relief
15	would not be granted;
16	"(iv) coordination of benefits (including
17	primary and secondary coverage scenarios) pur-
18	suant to section 1862(b), in particular for bene-
19	fits under such part B;
20	"(v) enrollment, eligibility, and coordina-
21	tion of benefits under title XVIII with respect
22	to populations, for whom there are special con-
23	siderations, such as residents of Puerto Rico
24	and veterans: and

"(vi) online resources and toll-free telephone numbers of the Social Security Administration and the Centers for Medicare & Medicaid Services (including 1–800–MEDICARE and the national toll-free number of the Social Security Administration) that provide information on eligibility for benefits under the Medicare program under title XVIII, including under part C of such title.

#### "(C) DEVELOPMENT OF NOTICE.—

- "(i) IN GENERAL.—The Secretary, in coordination with the Commissioner of Social Security, and taking into consideration information collected pursuant to clause (ii), shall, not later than 12 months after the last day of the period for the request of information described in clause (ii), develop the notice to be provided pursuant to subparagraph (A).
- "(ii) Request for information.—Not later than 6 months after the date of the enactment of this paragraph, the Secretary shall request written information, including recommendations, from stakeholders (including the groups described in subparagraph (D)) on the information to be included in the notice.

1	"(iii) Notice improvement.—Beginning
2	4 years after the date of the enactment of this
3	paragraph, and not less than once every 2 years
4	thereafter, the Secretary, in coordination with
5	the Commissioner of Social Security, shall—
6	"(I) review the content of the notice
7	to be provided under subparagraph (A);
8	"(II) request written information, in-
9	cluding recommendations, on such notice
10	through a request for information process
11	as described in clause (ii); and
12	"(III) update and revise such notice
13	as the Secretary deems appropriate.
14	"(D) Groups.—For purposes of subparagraph
15	(C)(ii), the groups described in this subparagraph
16	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 post the notice required under subparagraph
13	(A) on the public Internet website of the Social Se-
14	curity Administration and on Medicare.gov (or a
15	successor website), respectively.
16	"(F) REIMBURSEMENT OF COSTS.—
17	"(i) In general.—Effective for fiscal
18	years beginning in the year in which the date
19	of enactment of this paragraph occurs, the
20	Commissioner of Social Security and the Sec-
21	retary shall enter into an agreement under
22	which the Secretary shall provide for the trans-
23	fer, from the Federal Hospital Insurance Trust
24	Fund under section 1817 and the Federal Sup-
25	plementary Medical Insurance Trust Fund

1	under section 1841 (in such proportion as the
2	Secretary determines appropriate), of such
3	sums as necessary to cover the administrative
4	costs of the Commissioner's activities under this
5	paragraph. Such agreement shall—
6	"(I) provide funds to the Commis-
7	sioner for the administrative costs of the
8	Social Security Administration's work re-
9	lated to the implementation of this para-
10	graph, including any initial costs incurred
11	prior to the finalization of such agreement;
12	"(II) provide such funding quarterly
13	in advance of the applicable quarter based
14	on estimating methodology agreed to by
15	the Commissioner and the Secretary; and
16	"(III) require an annual accounting
17	(with a detailed description of the costs
18	and methodology used to assess such costs)
19	and reconciliation of the actual costs in-
20	curred and funds provided under this para-
21	graph.
22	"(ii) Limitation.—In no case shall funds
23	from the Social Security Administration's Limi-
24	tation on Administrative Expenses be used to
25	carry out activities related to the implementa-

1	tion of this paragraph, except as the Commis-
2	sioner determines is necessary—
3	"(I) for the development of the agree-
4	ment under clause (i); and
5	"(II) on a temporary basis and sub-
6	ject to reimbursement under clause (i)(I),
7	for the initial implementation of this para-
8	graph.
9	"(G) NO EFFECT ON OBLIGATION TO MAIL
10	STATEMENTS.—Nothing in this paragraph shall be
11	construed to relieve the Commissioner of Social Se-
12	curity from any requirement under subsection (c),
13	including the requirement to mail a statement on an
14	annual basis to each eligible individual who is not re-
15	ceiving benefits under title II and for whom a mail-
16	ing address can be determined through such meth-
17	ods as the Commissioner determines to be appro-
18	priate.".
19	(B) Timing of statements.—Section
20	1143(c)(2) of such Act (42 U.S.C. 1320b-
21	13(c)(2)) is amended by adding at the end the
22	following: "With respect to statements provided
23	to individuals who are attaining age 65, as de-
24	scribed in subsection (a)(4), such statements
25	shall be mailed not earlier than 6 months and

1	not later than 3 months before the individual
2	attains such age."
3	(2) Social security beneficiaries.—Title
4	XI of the Social Security Act (42 U.S.C. 1301 et
5	seq.) is amended by inserting after section 1144 the
6	following new section:
7	"MEDICARE ENROLLMENT NOTIFICATION AND ELIGI-
8	BILITY NOTICES FOR SOCIAL SECURITY BENE-
9	FICIARIES PRIOR TO MEDICARE ELIGIBILITY
10	"Notices
11	"Sec. 1144A. (a)
12	"(1) In General.—The Commissioner of So-
13	cial Security shall distribute the notice to be pro-
14	vided pursuant to section 1143(a)(4), as may be
15	modified under paragraph (2), to individuals entitled
16	to monthly insurance benefits under title II in ac-
17	cordance with subsection (b).
18	"(2) Authority to Modify Notice.—The
19	Secretary, in coordination with the Commissioner of
20	Social Security, may modify the notice to be distrib-
21	uted under paragraph (1) as necessary to take into
22	account the individuals described in such paragraph.
23	"(3) Posting of Notice on Websites.—The
24	Commissioner of Social Security and the Secretary
25	shall post the notice required to be distributed under
26	paragraph (1) on the public Internet website of the

1	Social Security Administration and on Medicare.gov
2	(or a successor website), respectively.
3	``Timing'
4	"(b) Beginning not later than 2 years after the date
5	of the enactment of this section, a notice required under
6	subsection (a)(1) shall be mailed to an individual described
7	in such subsection—
8	"(1) in the third month before the date on
9	which such individual's initial enrollment period be-
10	gins as provided under section 1837; and
11	"(2) in the case of an individual with respect to
12	whom section 226(b) applies (except for an indi-
13	vidual who will attain age 65 during the 24 month
14	period described in such section), in the month be-
15	fore such date on which such individual's initial en-
16	rollment period so begins.
17	"Reimbursement of Costs
18	"(e)
19	"(1) In General.—Effective for fiscal years
20	beginning in the year in which the date of enactment
21	of this section occurs, the Commissioner of Social
22	Security and the Secretary shall enter into an agree-
23	ment under which the Secretary shall provide for the
24	transfer, from the Federal Hospital Insurance Trust
25	Fund under section 1817 and the Federal Supple-

1	mentary Medical Insurance Trust Fund under sec-
2	tion 1841 (in such proportion as the Secretary de-
3	termines appropriate), of such sums as necessary to
4	cover the administrative costs of the Commissioner's
5	activities under this section. Such agreement shall—
6	"(A) provide funds to the Commissioner
7	for the administrative costs of the Social Secu-
8	rity Administration's work related to the imple-
9	mentation of this section, including any initial
10	costs incurred prior to the finalization of such
11	agreement;
12	"(B) provide such funding quarterly in ad-
13	vance of the applicable quarter based on esti-
14	mating methodology agreed to by the Commis-
15	sioner and the Secretary; and
16	"(C) require an annual accounting (with a
17	detailed description of the costs and method-
18	ology used to assess such costs) and reconcili-
19	ation of the actual costs incurred and funds
20	provided under this paragraph.
21	"(2) Limitation.—In no case shall funds from
22	the Social Security Administration's Limitation on
23	Administrative Expenses be used to carry out activi-
24	ties related to the implementation of this section, ex-

cept as the Commissioner determines is necessary—

1	"(A) for the development of the agreement
2	under paragraph (1); and
3	"(B) on a temporary basis and subject to
4	reimbursement under paragraph (1)(A), for the
5	initial implementation of this section.".
6	(b) Beneficiary Enrollment Simplification.—
7	(1) Effective date of coverage.—Section
8	1838(a) of the Social Security Act (42 U.S.C.
9	1395q(a)) is amended—
10	(A) by amending paragraph (2) to read as
11	follows:
12	"(2)(A) in the case of an individual who enrolls
13	pursuant to subsection (d) of section 1837 before
14	the month in which he first satisfies paragraph (1)
15	or (2) of section 1836(a), the first day of such
16	month,
17	"(B) in the case of an individual who first sat-
18	isfies such paragraph in a month beginning before
19	January 2023 and who enrolls pursuant to such
20	subsection (d)—
21	"(i) in such month in which he first satis-
22	fies such paragraph, the first day of the month
23	following the month in which he so enrolls,
24	"(ii) in the month following such month in
25	which he first satisfies such paragraph, the first

1	day of the second month following the month in
2	which he so enrolls, or
3	"(iii) more than one month following such
4	month in which he satisfies such paragraph, the
5	first day of the third month following the
6	month in which he so enrolls,
7	"(C) in the case of an individual who first satis-
8	fies such paragraph in a month beginning on or
9	after January 1, 2023, and who enrolls pursuant to
10	such subsection (d) in such month in which he first
11	satisfies such paragraph or in any subsequent month
12	of his initial enrollment period, the first day of the
13	month following the month in which he so enrolls, or
14	"(D) in the case of an individual who enrolls
15	pursuant to subsection (e) of section 1837 in a
16	month beginning—
17	"(i) before January 1, 2023, the July 1
18	following the month in which he so enrolls; or
19	"(ii) on or after January 1, 2023, the first
20	day of the month following the month in which
21	he so enrolls; or'; and
22	(B) by amending paragraph (3) to read as
23	follows:
24	"(3) in the case of an individual who is deemed
25	to have enrolled—

1	"(A) on or before the last day of the third
2	month of his initial enrollment period, the first
3	day of the month in which he first meets the
4	applicable requirements of section 1836(a) or
5	July 1, 1973, whichever is later, or
6	"(B) on or after the first day of the fourth
7	month of his initial enrollment period, and
8	where such month begins—
9	"(i) before January 1, 2023, as pre-
10	scribed under subparagraphs (B)(i)
11	(B)(ii), (B)(iii), and (D)(i) of paragraph
12	(2), or
13	"(ii) on or after January 1, 2023, as
14	prescribed under subparagraphs (C) and
15	(D)(ii) of paragraph (2).".
16	(2) Special enrollment periods for ex-
17	CEPTIONAL CIRCUMSTANCES.—
18	(A) Enrollment.—Section 1837 of the
19	Social Security Act (42 U.S.C. 1395p) is
20	amended by adding at the end the following
21	new subsection:
22	"(m) Beginning January 1, 2023, the Secretary may
23	establish special enrollment periods in the case of individ-
24	uals who satisfy paragraph (1) or (2) of section 1836(a)

1	and meet such exceptional conditions as the Secretary may
2	provide.".
3	(B) Coverage Period.—Section 1838 of
4	the Social Security Act (42 U.S.C. 1395q) is
5	amended by adding at the end the following
6	new subsection:
7	"(g) Notwithstanding subsection (a), in the case of
8	an individual who enrolls during a special enrollment pe-
9	riod pursuant to section 1837(m), the coverage period
10	shall begin on a date the Secretary provides in a manner
11	consistent (to the extent practicable) with protecting con-
12	tinuity of health benefit coverage.".
13	(C) CONFORMING AMENDMENT.—Title
14	XVIII of the Social Security Act (42 U.S.C.
15	1395 et seq.) is amended—
16	(i) in section 1818A(c)(3), by striking
17	"subsections (h) and (i) of section 1837"
18	and inserting "subsections (h), (i), and (m)
19	of section 1837"; and
20	(ii) in section 1839(b), in the first
21	sentence, by striking "or (l)" and inserting
22	", (l), or (m)".
23	(3) Technical correction.—Section 1839(b)
24	of the Social Security Act (42 U.S.C. 1395r(b)) is
25	amended by adding at the end the following new

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sentence: "For purposes of determining any increase under this subsection for individuals whose enrollment occurs on or after January 1, 2023, the second sentence of this subsection shall be applied by substituting 'close of the month' for 'close of the enrollment period' each place it appears.".

(4) Report.—Not later than January 1, 2023, the Secretary of Health and Human Services shall submit to the Committee on Ways and Means and Committee on Energy and Commerce of the House of Representatives and the Committee on Finance and Special Committee on Aging of the Senate a report on how to align existing Medicare enrollment periods under title XVIII of the Social Security Act, including the general enrollment period under part B of such title and the annual, coordinated election period under the Medicare Advantage program under part C of such title and under the prescription drug program under part D of such title. Such report shall include recommendations consistent with the goals of maximizing coverage continuity and choice and easing beneficiary transition.

#### (5) GAO STUDY AND REPORT.—

(A) Study.—The Comptroller General of the United States (in this section referred to as the "Comptroller General") shall conduct a study on the activities carried out under this section. Such study shall include the following:

- (i) An analysis of the Social Security Administration's use of the funds provided to carry out the activities described under this section and the amendments made by this section. The Comptroller General shall examine the amount of funds transferred from the Federal Hospital Insurance Trust Fund and the Federal Supplementary Medical Insurance Trust Fund, respectively, for those activities; how the funds were spent; what procedures the agency had in place over the use of those funds; and how the agency complied with those procedures.
- (ii) An evaluation of the notices described in sections 1143(a)(4)(A) and 1144A(a) of the Social Security Act, including, to the extent data is available, how the mailing of such notices affected enrollee behavior and the imposition of late enrollment penalties under Medicare Part B.

- 1 (iii) Any other area determined appro-2 priate by the Comptroller General.
- 3 (B) Report.—Not later than 5 years after 4 the date of enactment of this section, the 5 Comptroller General shall submit to the Com-6 mittee on Ways and Means and Committee on 7 Energy and Commerce of the House of Rep-8 resentatives and the Committee on Finance of 9 the Senate a report containing the results of 10 the study conducted under paragraph (1), in-11 cluding recommendations for any legislative and 12 administrative actions as the Comptroller Gen-13 eral determines appropriate.
- 14 (c) Funding.—Section 1808 of the Social Security 15 Act (42 U.S.C. 1395b–9) is amended by adding the end 16 the following new subsection:
- "(e) Funding for Implementation of Bene-18 Ficiary Enrollment Notification and Eligibility 19 Simplification.—For purposes of carrying out the provi-20 sions of and the amendments made by section 2 of the 21 BENES Act of 2020, the Secretary shall provide for the 22 transfer, from the Federal Hospital Insurance Trust Fund 23 under section 1817 and the Federal Supplementary Med-24 ical Insurance Trust Fund under section 1841 (in such

proportion as the Secretary determines appropriate), to

1	the Centers for Medicare & Medicaid Services Program
2	Management Account, of \$2,000,000 for each fiscal year
3	beginning with fiscal year 2021, to remain available until
4	expended.".
5	SEC. 3. EXTENDED MONTHS OF COVERAGE OF IMMUNO-
6	SUPPRESSIVE DRUGS FOR KIDNEY TRANS-
7	PLANT PATIENTS AND OTHER RENAL DIALY-
8	SIS PROVISIONS.
9	(a) Medicare Entitlement to Immuno-
10	SUPPRESSIVE DRUGS FOR KIDNEY TRANSPLANT RECIPI-
11	ENTS.—
12	(1) In General.—Section 226A(b)(2) of the
13	Social Security Act (42 U.S.C. 426–1(b)(2)) is
14	amended by inserting "(except for eligibility for en-
15	rollment under part B solely for purposes of cov-
16	erage of immunosuppressive drugs described in sec-
17	tion 1861(s)(2)(J))" before ", with the thirty-sixth
18	month".
19	(2) Individuals eligible only for cov-
20	ERAGE OF IMMUNOSUPPRESSIVE DRUGS.—
21	(A) In General.—Section 1836 of the So-
22	cial Security Act (42 U.S.C. 13950) is amend-
23	ed—
24	(i) by striking "Every" and inserting
25	"(a) IN GENERAL.—Every": and

1	(ii) by adding at the end the following
2	new subsection:
3	"(b) Individuals Eligible for Immuno-
4	SUPPRESSIVE DRUG COVERAGE.—
5	"(1) In general.—Except as provided under
6	paragraph (2), every individual whose entitlement to
7	insurance benefits under part A ends (whether be-
8	fore, on, or after January 1, 2023) by reason of sec-
9	tion 226A(b)(2) is eligible to enroll or to be deemed
10	to have enrolled in the medical insurance program
11	established by this part solely for purposes of cov-
12	erage of immunosuppressive drugs in accordance
13	with section 1837(n).
14	"(2) Exception if other coverage is
15	AVAILABLE.—
16	"(A) In General.—An individual de-
17	scribed in paragraph (1) shall not be eligible for
18	enrollment in the program for purposes of cov-
19	erage described in such paragraph with respect
20	to any period in which the individual, as deter-
21	mined in accordance with subparagraph (B)—
22	"(i) is enrolled in a group health plan
23	or group or individual health insurance
24	coverage, as such terms are defined in sec-

1	tion 2791 of the Public Health Service
2	Act;
3	"(ii) is enrolled for coverage under the
4	TRICARE for Life program under section
5	1086(d) of title 10, United States Code;
6	"(iii) is enrolled under a State plan
7	(or waiver of such plan) under title XIX
8	and is eligible to receive benefits for im-
9	munosuppressive drugs described in this
10	subsection under such plan (or such waiv-
11	er);
12	"(iv) is enrolled under a State child
13	health plan (or waiver of such plan) under
14	title XXI and is eligible to receive benefits
15	for such drugs under such plan (or such
16	waiver); or
17	"(v)(I) is enrolled in the patient en-
18	rollment system of the Department of Vet-
19	erans Affairs established and operated
20	under section 1705 of title 38, United
21	States Code;
22	"(II) is not required to enroll under
23	section 1705 of such title to receive im-
24	munosuppressive drugs described in this
25	subsection; or

1	"(III) is otherwise eligible under a
2	provision of title 38, United States Code,
3	other than section 1710 of such title to re-
4	ceive immunosuppressive drugs described
5	in this subsection.
6	"(B) ELIGIBILITY DETERMINATIONS.—
7	"(i) In General.—The Secretary, in
8	coordination with the Commissioner of So-
9	cial Security, shall establish a process for
10	determining whether an individual de-
11	scribed in paragraph (1) who is to be en-
12	rolled or deemed to be enrolled in the med-
13	ical insurance program described in such
14	paragraph meets the requirements for such
15	enrollment under this subsection, including
16	the requirement that the individual not be
17	enrolled in other coverage as described in
18	subparagraph (A).
19	"(ii) Attestation regarding
20	OTHER COVERAGE.—The process estab-
21	lished under clause (i) shall include, at a
22	minimum, a requirement that—
23	"(I) the individual provide to the
24	Commissioner an attestation that the
25	individual is not enrolled and does not

1	expect to enroll in such other cov-
2	erage; and
3	"(II) the individual notify the
4	Commissioner within 60 days of en-
5	rollment in such other coverage.".
6	(B) Conforming Amendment.—
7	(i) In General.—Sections 1837,
8	1838, and 1839 of the Social Security Act
9	(42 U.S.C. 1395p, 42 U.S.C. 1395q, 42
10	U.S.C. 1395r) are each amended by strik-
11	ing "1836" and inserting "1836(a)" each
12	place it appears.
13	(ii) Additional amendment.—Sec-
14	tion $1837(j)(1)$ of such Act $(42 \text{ U.S.C.})$
15	1395p(j)(1) is amended by striking
16	"1836(1)" and inserting "1836(a)(1)".
17	(b) Enrollment for Individuals Only Eligible
18	FOR COVERAGE OF IMMUNOSUPPRESSIVE DRUGS.—Sec-
19	tion 1837 of the Social Security Act (42 U.S.C. 1395p),
20	as amended by section 2(b)(2)(A), is further amended by
21	adding at the end the following new subsection:
22	"(n)(1) Any individual who is eligible for coverage of
23	immunosuppressive drugs under section 1836(b) may en-
24	roll or be deemed to have enrolled only in such manner

- 1 and form as may be prescribed by regulations, and only
- 2 during an enrollment period described in this subsection.
- 3 "(2) An individual described in paragraph (1) whose
- 4 entitlement for hospital insurance benefits under part A
- 5 ends by reason of section 226A(b)(2) prior to January 1,
- 6 2023, may enroll beginning on October 1, 2022, or the
- 7 day on which the individual first satisfies section 1836(b),
- 8 whichever is later.
- 9 "(3) An individual described in paragraph (1) whose
- 10 entitlement for hospital insurance benefits under part A
- 11 ends by reason of section 226A(b)(2) on or after January
- 12 1, 2023, shall be deemed to have enrolled in the medical
- 13 insurance program established by this part for purposes
- 14 of coverage of immunosuppressive drugs.
- 15 "(4) The Secretary shall establish a process under
- 16 which an individual described in paragraph (1) whose
- 17 other coverage described in section 1836(b)(2)(A), or cov-
- 18 erage under this part (including the medical insurance
- 19 program established under this part for purposes of cov-
- 20 erage of immunosuppressive drugs), is terminated volun-
- 21 tarily or involuntary may enroll or reenroll, if applicable,
- 22 in the medical insurance program established under this
- 23 part for purposes of coverage of immunosuppressive
- 24 drugs.''.

1 (c) Coverage Period for Individuals Only Eli-2 **GIBLE** FOR COVERAGE OF IMMUNOSUPPRESSIVE 3 Drugs.— 4 (1) In General.—Section 1838 of the Social 5 Security Act (42 U.S.C. 1395q), as amended by sec-6 tion 2(b)(2)(B), is further amended by adding at the 7 end the following new subsection: 8 "(h) In the case of an individual described in section 9 1836(b)(1), the following rules shall apply: 10 "(1) In the case of such an individual who is 11 deemed to have enrolled in part B for coverage of 12 immunosuppressive drugs under section 1837(n)(3), 13 such individual's coverage period shall begin on the 14 first day of the month in which the individual first 15 satisfies section 1836(b). "(2) In the case of such an individual who en-16 17 rolls (or reenrolls, if applicable) in part B for cov-18 erage of immunosuppressive drugs under paragraph 19 (2) or (4) of section 1837(n), such individual's cov-20 erage period shall begin on January 1, 2023, or the 21 month following the month in which the individual 22 so enrolls (or reenrolls), whichever is later. 23 "(3) The provisions of subsections (b) and (d) 24 shall apply with respect to an individual described in

paragraph (1) or (2).

- 1 "(4) In addition to the reasons for termination 2 under subsection (b), the coverage period of an indi-3 vidual described in paragraph (1) or (2) shall end 4 when the individual becomes entitled to benefits 5 under this title under subsection (a) or (b) of section 6 226, or under section 226A, or is no longer eligible 7 for such coverage as a result of the application of 8 section 1836(b)(2).
- 9 "(5) The Secretary may conduct public edu-10 cation activities to raise awareness of the availability 11 of more comprehensive, individual health insurance 12 coverage (as defined in section 2791 of the Public 13 Health Service Act) for individuals eligible under 14 section 1836(b) to enroll or to be deemed enrolled in 15 the medical insurance program established under 16 this part for purposes of coverage of immuno-17 suppressive drugs.".
- 18 (2) CONFORMING AMENDMENTS.—Section 19 1838(b) of the Social Security Act (42 U.S.C. 20 1395q(b)) is amended, in the matter following para-21 graph (2), by inserting "or section 1837(n)(3)" after 22 "section 1837(f)" each place it appears.
- (d) Premiums for Individuals Only Eligible
   for Coverage of Immunosuppressive Drugs.—

1	(1) In General.—Section 1839 of the Social
2	Security Act (42 U.S.C. 1395r) is amended—
3	(A) in subsection (b), by adding at the end
4	the following new sentence: "No increase in the
5	premium shall be effected for individuals who
6	are enrolled pursuant to section 1836(b) for
7	coverage only of immunosuppressive drugs.";
8	and
9	(B) by adding at the end the following new
10	subsection:
11	"(j) Determination of Premium for Individ-
12	UALS ONLY ELIGIBLE FOR COVERAGE OF IMMUNO-
13	SUPPRESSIVE DRUGS.—The Secretary shall, during Sep-
14	tember of each year (beginning with 2022), determine and
15	promulgate a monthly premium rate for the succeeding
16	calendar year for individuals enrolled only for the purpose
17	of coverage of immunosuppressive drugs under section
18	1836(b). Such premium shall be equal to 15 percent of
19	the monthly actuarial rate for enrollees age 65 and over
20	(as would be determined in accordance with subsection
21	(a)(1) if the reference to 'one-half' in such subsection were
22	a reference to '100 percent') for that succeeding calendar
23	year. The monthly premium of each individual enrolled for
24	coverage of immunosuppressive drugs under section
25	1836(b) for each month shall be the amount promulgated

- 1 in this subsection. In the case of such individual not other-
- 2 wise enrolled under this part, such premium shall be in
- 3 lieu of any other monthly premium applicable under this
- 4 section. Such amount shall be adjusted in accordance with
- 5 subsections (c), (f), and (i), but shall not be adjusted
- 6 under subsection (b).".
- 7 (2) Special rule for application of hold 8 Harmless provisions to transitioning individ-
- 9 UALS.—Section 1839(f) of the Social Security Act
- 10 (42 U.S.C. 1395r(f)) is amended by adding at the
- end the following new sentence: "Any increase in the
- premium for an individual who was enrolled under
- section 1836(b) attributable to such individual oth-
- erwise enrolling under this part shall not be taken
- into account in applying this subsection.".
- 16 (3) Special rule for application of pre-
- 17 MIUM SUBSIDY REDUCTION PROVISIONS.—Section
- 18 1839(i)(3)(A)(ii)(II) of the Social Security Act (42
- U.S.C. 1395r(i)(3)(A)(ii)(II) is amended by insert-
- ing "except in the case of an individual enrolled
- 21 under section 1836(b) and not otherwise enrolled
- under this part," before "4 times".
- 23 (e) GOVERNMENT CONTRIBUTION.—Section 1844(a)
- 24 of the Social Security Act (42 U.S.C. 1395w(a)) is amend-
- 25 ed—

- 1 (1) in paragraph (3), by striking the period at 2 the end and inserting "; plus";
  - (2) by inserting after paragraph (3) the following new paragraph:
    - "(4) a Government contribution equal to the estimated aggregate reduction in premiums payable under part B that results from establishing the premium at 15 percent of the actuarial rate (as would be determined in accordance with section 1839(a)(1) if the reference to 'one-half' in such section were a reference to '100 percent') under section 1839(j) instead of 25 percent of such rate (as so determined) for individuals enrolled only for the purpose of coverage of immunosuppressive drugs under section 1836(b)."; and
- 16 (3) by adding the following sentence at the end 17 of the flush matter following paragraph (4), as 18 added by paragraph (2) of this subsection:
- "The Government contribution under paragraph (4) shall be treated as premiums payable and deposited for purposes of subparagraphs (A) and (B) of para-
- 22 graph (1).".

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- 23 (f) Ensuring Coverage Under the Medicare
- 24 Savings Program.—

- 1 (1) IN GENERAL.—Section 1905(p)(1)(A) of the 2 Social Security Act (42 U.S.C. 1396d(p)(1)(A)) is 3 amended by inserting "or who is enrolled under part 4 B for the purpose of coverage of immunosuppressive 5 drugs under section 1836(b)" after "under section
- 7 (2) CONFORMING AMENDMENTS.—Section 8 1902(a)(10)(E) of the Social Security Act (42 9 U.S.C. 1396a(a)(10)(E)) is amended in each of 10 clauses (iii) and (iv) by inserting "(including such 11 individuals enrolled under section 1836(b))" after 12 "section 1905(p)(1)".
- 13 (g) Part D.—Section 1860D–1(a)(3)(A) of the So-14 cial Security Act (42 U.S.C. 1395w–101(a)(3)(A)) is 15 amended by inserting "(but not including an individual en-16 rolled solely for coverage of immunosuppressive drugs 17 under section 1836(b))" before the period at the end.

#### 18 (h) GAO STUDY AND REPORT.—

19 (1) STUDY.—The Comptroller General of the
20 United States (in this subsection referred to as the
21 "Comptroller General") shall conduct a study on the
22 implementation of coverage of immunosuppressive
23 drugs for kidney transplant patients under the Medi24 care program pursuant to the provisions of, and
25 amendments made by, this section.

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1818A)".

1	(2) Report.—Not later than January 1, 2025,
2	the Comptroller General shall submit to Congress a
3	report on the study conducted under paragraph (1),
4	together with recommendations as the Comptroller
5	General determines appropriate.
6	SEC. 4. TRANSPARENCY OF MEDICARE SECONDARY PAYER
7	REPORTING INFORMATION.
8	(a) In General.—Section 1862(b)(8)(G) of the So-
9	cial Security Act (42 U.S.C. 395y(b)(8)(G)) is amended—
10	(1) by striking "Information.—The Sec-
11	retary" and inserting "INFORMATION.—
12	"(i) In General.—The Secretary";
13	and
14	(2) by adding at the end the following new
15	clause:
16	"(ii) Specified information.—In
17	responding to any query from an applica-
18	ble plan related to a determination de-
19	scribed in subparagraph (A)(i), the Sec-
20	retary, notwithstanding any other provision
21	of law, shall provide to such applicable
22	plan—
23	"(I) whether a claimant subject
24	to the query is, or during the pre-
25	ceding 3-year period has been, entitled

1	to benefits under the program under
2	this title on any basis; and
3	"(II) to the extent applicable, the
4	plan name and address of any Medi-
5	care Advantage plan under part C
6	and any prescription drug plan under
7	part D in which the claimant is en-
8	rolled or has been enrolled during
9	such period.".
10	(b) Effective Date.—The amendments made by
11	subsection (a) shall apply with respect to queries from
12	plans made on or after the date that is one year after
13	the date of the enactment of this Act.
14	SEC. 5. ESTABLISHING HOSPICE PROGRAM SURVEY AND
15	ENFORCEMENT PROCEDURES UNDER THE
16	MEDICARE PROGRAM.
17	(a) Survey and Enforcement Procedures.—
18	(1) In general.—Part A of title XVIII of the
19	Social Security Act (42 U.S.C. 1395c et seq.) is
20	amended by adding at the end the following new sec-
21	tion:
22	"SEC. 1822. HOSPICE PROGRAM SURVEY AND ENFORCE-
23	MENT PROCEDURES.
24	"(a) Surveys.—

"(1) Frequency.—Any entity that is certified as a hospice program shall be subject to a standard survey by an appropriate State or local survey agency, or an approved accreditation agency, as determined by the Secretary, not less frequently than once every 36 months (and not less frequently than once every 24 months beginning October 1, 2021).

# "(2) Public transparency of survey and certification information.—

### "(A) Submission of information to the secretary.—

"(i) IN GENERAL.—Each State, and each national accreditation body with respect to which the Secretary has made a finding under section 1865(a) respecting the accreditation of a hospice program by such body, shall submit, in a form and manner, and at a time, specified by the Secretary for purposes of this subparagraph, information respecting any survey or certification made with respect to a hospice program by such State or body, as applicable. Such information shall include any inspection report made by such State or body with respect to such survey or cer-

tification, any enforcement actions taken
as a result of such survey or certification,
and any other information determined appropriate by the Secretary.

"(ii) REQUIRED INCLUSION OF SPECIFIED FORM.—With respect to a survey under this subsection carried out by a national accreditation body described in clause (i) on or after October 1, 2021, information described in such clause shall include Form 2567 (or a successor form), along with such additional information determined appropriate by such body.

"(B) Public disclosure of information.—Beginning not later than October 1, 2022, the Secretary shall publish the information submitted under subparagraph (A) on the public website of the Centers for Medicare & Medicaid Services in a manner that is prominent, easily accessible, readily understandable, and searchable. The Secretary shall provide for the timely update of such information so published.

"(3) Consistency of surveys.—Each State and the Secretary shall implement programs to

measure and reduce inconsistency in the application
of survey results among surveyors.

#### "(4) Survey teams.—

- "(A) IN GENERAL.—In the case of a survey conducted under this subsection on or after October 1, 2021, by more than 1 individual, such survey shall be conducted by a multidisciplinary team of professionals (including a registered professional nurse).
- "(B) Prohibition of conflicts of interest.—Beginning October 1, 2021, a State may not use as a member of a survey team under this subsection an individual who is serving (or has served within the previous 2 years) as a member of the staff of, or as a consultant to, the program surveyed respecting compliance with the requirements of section 1861(dd) or who has a personal or familial financial interest in the program being surveyed.
- "(C) Training.—The Secretary shall provide, not later than October 1, 2021, for the comprehensive training of State and Federal surveyors, and any surveyor employed by a national accreditation body described in paragraph (2)(A)(i), in the conduct of surveys under this

subsection, including training with respect to the review of written plans for providing hospice care (as described in section 1814(a)(7)(B)). No individual shall serve as a member of a survey team with respect to a survey conducted on or after such date unless the individual has suc-cessfully completed a training and testing pro-gram in survey and certification techniques that has been approved by the Secretary.

"(5) Funding.—The Secretary shall provide for the transfer, from the Federal Hospital Insurance Trust Fund under section 1817 to the Centers for Medicare & Medicaid Services Program Management Account, of \$10,000,000 for each fiscal year (beginning with fiscal year 2022) for purposes of carrying out this subsection and subsection (b). Sums so transferred shall remain available until expended. Any transfer pursuant to this paragraph shall be in addition to any transfer pursuant to section 3(a)(2) of the Improving Medicare Post-Acute Care Transformation Act of 2014.

#### "(b) Special Focus Program.—

"(1) In General.—The Secretary shall conduct a special focus program for enforcement of requirements for hospice programs that the Secretary

has identified as having substantially failed to meet
applicable requirements of this Act.

"(2) Periodic surveys.—Under such special focus program, the Secretary shall conduct surveys of each hospice program in the special focus program not less than once every 6 months.

## "(c) Enforcement.—

"(1) SITUATIONS INVOLVING IMMEDIATE JEOPARDY.—If the Secretary determines on the basis of
a standard survey or otherwise that a hospice program that is certified for participation under this
title is no longer in compliance with the requirements specified in section 1861(dd) and determines
that the deficiencies involved immediately jeopardize
the health and safety of the individuals to whom the
program furnishes items and services, the Secretary
shall take immediate action to remove the jeopardy
and correct the deficiencies through the remedy described in paragraph (5)(B)(iii) or terminate the certification of the program, and may provide, in addition, for 1 or more of the other remedies described
in paragraph (5)(B).

"(2) SITUATIONS NOT INVOLVING IMMEDIATE JEOPARDY.—If the Secretary determines on the basis of a standard survey or otherwise that a hos-

pice program that is certified for participation under this title is no longer in compliance with the requirements specified in section 1861(dd) and determines that the deficiencies involved do not immediately jeopardize the health and safety of the individuals to whom the program furnishes items and services, the Secretary may (for a period not to exceed 6 months) impose remedies developed pursuant to paragraph (5)(A), in lieu of terminating the certification of the program. If, after such a period of remedies, the program is still no longer in compliance with such requirements, the Secretary shall terminate the certification of the program.

"(3) Penalty for previous noncompli-Ance.—If the Secretary determines that a hospice program that is certified for participation under this title is in compliance with the requirements specified in section 1861(dd) but, as of a previous period, did not meet such requirements, the Secretary may provide for a civil monetary penalty under paragraph (5)(B)(i) for the days in which the Secretary finds that the program was not in compliance with such requirements.

"(4) OPTION TO CONTINUE PAYMENTS FOR NONCOMPLIANT HOSPICE PROGRAMS.—The Sec-

1	retary may continue payments under this title with				
2	respect to a hospice program not in compliance with				
3	the requirements specified in section 1861(dd) over				
4	a period of not longer than 6 months, if—				
5	"(A) the State or local survey agency finds				
6	that it is more appropriate to take alternative				
7	action to assure compliance of the program wit				
8	such requirements than to terminate the certif				
9	cation of the program;				
10	"(B) the program has submitted a plan				
11	and timetable for corrective action to the Sec-				
12	retary for approval and the Secretary approves				
13	the plan of corrective action; and				
14	"(C) the program agrees to repay to the				
15	Federal Government payments received under				
16	this title during such period if the corrective ac-				
17	tion is not taken in accordance with the ap-				
18	proved plan and timetable.				
19	The Secretary shall establish guidelines for approval				
20	of corrective actions requested by hospice programs				
21	under this paragraph.				
22	"(5) Remedies.—				
23	"(A) DEVELOPMENT.—				

1	"(i) IN GENERAL.—Not later than Oc-
2	tober 1, 2021, the Secretary shall develop
3	and implement—
4	"(I) a range of remedies to apply
5	to hospice programs under the condi-
6	tions described in paragraphs (1)
7	through (4); and
8	"(II) appropriate procedures for
9	appealing determinations relating to
10	the imposition of such remedies.
11	Remedies developed pursuant to the pre-
12	ceding sentence shall include the remedies
13	specified in subparagraph (B).
14	"(ii) Conditions of Imposition of
15	REMEDIES.—Not later than October 1,
16	2021, the Secretary shall develop and im-
17	plement specific procedures with respect to
18	the conditions under which each of the
19	remedies developed under clause (i) is to
20	be applied, including the amount of any
21	fines and the severity of each of these rem-
22	edies. Such procedures shall be designed so
23	as to minimize the time between identifica-
24	tion of deficiencies and imposition of these
25	remedies and shall provide for the imposi-

1	tion of incrementally more severe fines for
2	repeated or uncorrected deficiencies.
3	"(B) Specified remedies.—The rem-
4	edies specified in this subparagraph are the fol-
5	lowing:
6	"(i) Civil monetary penalties in an
7	amount not to exceed \$10,000 for each day
8	of noncompliance by a hospice program
9	with the requirements specified in section
10	1861(dd).
11	"(ii) Suspension of all or part of the
12	payments to which a hospice program
13	would otherwise be entitled under this title
14	with respect to items and services fur-
15	nished by a hospice program on or after
16	the date on which the Secretary determines
17	that remedies should be imposed pursuant
18	to paragraph (2).
19	"(iii) The appointment of temporary
20	management to oversee the operation of
21	the hospice program and to protect and as-
22	sure the health and safety of the individ-
23	uals under the care of the program while
24	improvements are made in order to bring

1	the program into compliance with all such
2	requirements.
3	"(C) Procedures.—
4	"(i) CIVIL MONETARY PENALTIES.—
5	"(I) In General.—Subject to
6	subclause (II), the provisions of sec-
7	tion 1128A (other than subsections
8	(a) and (b)) shall apply to a civil mon-
9	etary penalty under this subsection in
10	the same manner as such provisions
11	apply to a penalty or proceeding
12	under section 1128A(a).
13	"(II) RETENTION OF AMOUNTS
14	FOR HOSPICE PROGRAM IMPROVE-
15	MENTS.—The Secretary may provide
16	that any portion of civil monetary
17	penalties collected under this sub-
18	section may be used to support activi-
19	ties that benefit individuals receiving
20	hospice care, including education and
21	training programs to ensure hospice
22	program compliance with the require-
23	ments of section 1861(dd).
24	"(ii) Suspension of Payment.—A
25	finding to suspend payment under sub-

paragraph (B)(ii) shall terminate when the
Secretary finds that the program is in substantial compliance with all such requirements.

"(iii) Temporary management under subparagraph (B)(iii) shall not be terminated until the Secretary has determined that the program has the management capability to ensure continued compliance with all the requirements referred to in such subparagraph.

- "(D) RELATIONSHIP TO OTHER REM-EDIES.—The remedies developed under subparagraph (A) are in addition to sanctions otherwise available under State or Federal law and shall not be construed as limiting other remedies, including any remedy available to an individual at common law.".
- (2) AVAILABILITY OF HOSPICE ACCREDITATION SURVEYS.—Section 1865(b) of the Social Security Act (42 U.S.C. 1395bb(b)) is amended by inserting "or, beginning on the date of the enactment of the BENES Act of 2020, a hospice program" after "home health agency".

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1	(3) State provision of hospice program						
2	INFORMATION.—						
3	(A) In general.—Section 1864(a) of the						
4	Social Security Act (42 U.S.C. 1395aa(a)) is						
5	amended in the sixth sentence—						
6	(i) by inserting "and hospice pro-						
7	grams" after "information on home health						
8	agencies";						
9	(ii) by inserting "or the hospice pro-						
10	gram" after "the home health agency";						
11	(iii) by inserting "or the hospice pro-						
12	gram" after "with respect to the agency";						
13	and						
14	(iv) by inserting "and hospice pro-						
15	grams" after "with respect to home health						
16	agencies".						
17	(B) Effective date.—The amendments						
18	made by subparagraph (A) shall apply with re-						
19	spect to agreements entered into on or after, or						
20	in effect as of, the date that is 1 year after the						
21	date of the enactment of this Act.						
22	(4) Conforming amendments.—						
23	(A) DEFINITION OF A HOSPICE PRO-						
24	GRAM.—Section 1861(dd)(4) of the Social Secu-						

- 1 rity Act (42 U.S.C. 1395x(dd)(4)) is amended 2 by striking subparagraph (C).
- 3 (B) Continuation of Funding.—Section 4 3(a)(2) of the Improving Medicare Post-Acute 5 Care Transformation Act of 2014 is amended 6 by inserting "and section 1822(a)(1) of such Act," after "as added by paragraph (1),".
- 8 (b) Increasing Payment Reductions for Fail-
- URE TO MEET QUALITY DATA REPORTING REQUIRE-
- 10 MENTS.—Section 1814(i)(5)(A)(i) of the Social Security
- Act (42 U.S.C. 1395f(i)(5)(A)(i)) is amended by inserting 11
- 12 "(or, for fiscal year 2023 and each subsequent fiscal year,
- 13 4 percentage points)" before the period.

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- 14 (c) Report.—Not later than 36 months after the
- 15 date of the enactment of this Act, the Comptroller General
- of the United States shall submit to the Committee on 16
- Ways and Means of the House of Representatives and the
- 18 Committee on Finance of the Senate a report containing
- 19 an analysis of the effects of the amendments made by sub-
- 20 section (a), including the frequency of application of rem-
- 21 edies specified in section 1822(c)(5)(B) of the Social Secu-
- rity Act (as added by such subsection), on access to, and
- quality of, care furnished by hospice programs under part

- 1 A of title XVIII of the Social Security Act (42 U.S.C.
- 2 1395c et seq.).

Passed the House of Representatives December 8, 2020.

Attest:

Clerk.

## 116TH CONGRESS H. R. 2477

## AN ACT

To amend title XVIII of the Social Security Act to establish a system to notify individuals approaching Medicare eligibility, to simplify and modernize the eligibility enrollment process, and for other purposes.