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(Original Signature of Member)

116TH CONGRESS
2D SESSION

H. R. _____

To amend title XVIII of the Social Security Act to modify the accelerated and advance payment programs under parts A and B of the Medicare program during the COVID-19 emergency.

IN THE HOUSE OF REPRESENTATIVES

Mr. SCHNEIDER introduced the following bill; which was referred to the Committee on _____

A BILL

To amend title XVIII of the Social Security Act to modify the accelerated and advance payment programs under parts A and B of the Medicare program during the COVID-19 emergency.

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.**

4 This Act may be cited as the “Medicare Accelerated
5 and Advance Payments Improvement Act of 2020”.

1 **SEC. 2. MODIFYING THE ACCELERATED AND ADVANCE PAY-**
2 **MENT PROGRAMS UNDER PARTS A AND B OF**
3 **THE MEDICARE PROGRAM DURING THE**
4 **COVID-19 EMERGENCY.**

5 (a) SPECIAL REPAYMENT RULES.—

6 (1) PART A.—Section 1815(f)(2)(C) of the So-
7 cial Security Act (42 U.S.C. 1395g(f)(2)(C)) is
8 amended to read as follows:

9 “(C) In the case of an accelerated payment
10 made under such program on or after the date of
11 the enactment of the CARES Act and so made dur-
12 ing the emergency period described in section
13 1135(g)(1)(B)—

14 “(i) such payment shall be treated as if
15 such payment were made from the General
16 Fund of the Treasury;

17 “(ii) upon request of the hospital, the Sec-
18 retary shall—

19 “(I) provide 1 year before claims are
20 offset to recoup such payment;

21 “(II) provide that any such offset of a
22 claim to recoup such payment shall not ex-
23 ceed 25 percent of the amount of such
24 claim; and

25 “(III) allow not less than 2 years
26 from the date of the first accelerated pay-

1 ment before requiring that the outstanding
2 balance be paid in full; and

3 “(iii) the Secretary may waive the require-
4 ment that such payment be repaid (or re-
5 couped) if, not earlier than 2 years from the
6 date of the first accelerated payment, the hos-
7 pital submits to the Secretary a request for
8 such waiver containing such information that
9 demonstrates that—

10 “(I) requiring repayment of such pay-
11 ment (or recouping such payment) would
12 constitute an extreme hardship for the hos-
13 pital;

14 “(II) the hospital made efforts to
15 maintain a comparable number of employ-
16 ees at a comparable level of pay during the
17 such emergency period compared to the
18 number of, and level of pay for, such em-
19 ployees as of the day before the beginning
20 of such period; and

21 “(III) the hospital did not increase ex-
22 ecutive compensation or undertake any
23 stock buyback, if applicable, during such
24 emergency period.”.

25 (2) PART B.—

1 (A) CONTINUING CONDUCT OF ADVANCE
2 PAYMENT PROGRAM.—Notwithstanding any
3 other provision of law, the Secretary of Health
4 and Human Services shall carry out the pro-
5 gram described in section 421.214 of title 42,
6 Code of Federal Regulations (or a successor
7 regulation) for the duration of the emergency
8 period described in section 1135(g)(1)(B) of the
9 Social Security Act (42 U.S.C. 1320b–
10 5(g)(1)(B)).

11 (B) REPAYMENT RULES.—In carrying out
12 the program described in section 421.214 of
13 title 42, Code of Federal Regulations (or a suc-
14 cessor regulation), in the case of a payment
15 made under such program on or after the date
16 of the enactment of the CARES Act (Public
17 Law 116–136) and so made during the emer-
18 gency period described in section 1135(g)(1)(B)
19 of the Social Security Act (42 U.S.C. 1320b–
20 5(g)(1)(B)), the Secretary of Health and
21 Human Services—

22 (i) shall treat such payment as if such
23 payment were made from the General
24 Fund of the Treasury; and

1 (ii) upon request of the entity receiv-
2 ing such payment, shall—

3 (I) provide 1 year before claims
4 are offset to recoup the payment;

5 (II) provide that any such offset
6 of a claim to recoup such payment
7 shall not exceed 25 percent of the
8 amount of such claim; and

9 (III) allow not less than 2 years
10 from the date of the first advance
11 payment before requiring that the
12 outstanding balance be paid in full;
13 and

14 (iii) may waive the requirement that
15 such payment be repaid (or recouped) if,
16 not earlier than 2 years from the date of
17 the first advance payment, the entity sub-
18 mits to the Secretary a request for such
19 waiver containing such information that
20 demonstrates that—

21 (I) requiring repayment of such
22 payment (or recouping such payment)
23 would constitute an extreme hardship
24 for the entity;

1 (II) the entity made efforts to
2 maintain a comparable number of em-
3 ployees at a comparable level of pay
4 during the such emergency period
5 compared to the number of, and level
6 of pay for, such employees as of the
7 day before the beginning of such pe-
8 riod; and

9 (III) the entity did not increase
10 executive compensation or undertake
11 any stock buyback, if applicable, dur-
12 ing such emergency period.

13 (b) INTEREST RATES.—

14 (1) PART A.—Section 1815(d) of the Social Se-
15 curity Act (42 U.S.C. 1395g(d)) is amended by in-
16 sserting before the period at the end the following:
17 “(or, in the case of such a determination made with
18 respect to a payment made on or after the date of
19 the enactment of the CARES Act and during the
20 emergency period described in section 1135(g)(1)(B)
21 under the program under subsection (e)(3), at a rate
22 of 1 percent)”.

23 (2) PART B.—Section 1833(j) of the Social Se-
24 curity Act (42 U.S.C. 1395l(j)) is amended by in-
25 sserting before the period at the end the following:

1 “(or, in the case of such a determination made with
2 respect to a payment made on or after the date of
3 the enactment of the CARES Act and during the
4 emergency period described in section 1135(g)(1)(B)
5 under the program described in section 421.214 of
6 title 42, Code of Federal Regulations (or a successor
7 regulation), at a rate of 1 percent)”.

8 (c) REPORT.—

9 (1) REPORTS DURING COVID-19 EMERGENCY.—

10 Not later than 2 weeks after the date of the enact-
11 ment of this section, and every 2 weeks thereafter
12 during the emergency period described in section
13 1135(g)(1)(B) of the Social Security Act (42 U.S.C.
14 1320b–5(g)(1)(B)), the Secretary of Health and
15 Human Services shall submit to the Committee on
16 Ways and Means and the Committee on Energy and
17 Commerce of the House of Representatives, and the
18 Committee on Finance of the Senate, a report that
19 includes the following:

20 (A) The total amount of payments made
21 under section 1815(e)(3) of the Social Security
22 Act (42 U.S.C. 1395g(e)(3)) and under the pro-
23 gram described in section 421.214 of title 42,
24 Code of Federal Regulations (or a successor

1 regulation) during the 2-week period preceding
2 the date of the submission of such report.

3 (B) The number of entities receiving such
4 payments during such period.

5 (C) A specification of each such entity.

6 (2) REPORTS AFTER COVID-19 EMERGENCY.—

7 (A) IN GENERAL.—Not later than 6
8 months after the termination of the emergency
9 period described in paragraph (1), and every 6
10 months thereafter until all specified payments
11 (as defined in subparagraph (B)) have been re-
12 couped or repaid, the Secretary of Health and
13 Human Services shall submit to the Committee
14 on Ways and Means and the Committee on En-
15 ergy and Commerce of the House of Represent-
16 atives, and the Committee on Finance of the
17 Senate, a report that includes the following:

18 (i) The total amount of all specified
19 payments that have been recouped or re-
20 paid.

21 (ii) The total amount of all specified
22 payments that have been recouped or re-
23 paid.

1 (iii) The amount of interest that has
2 accrued with respect to all specified pay-
3 ments.

4 (B) SPECIFIED PAYMENTS.—For purposes
5 of subparagraph (A), the term “specified pay-
6 ments” means all payments made under section
7 1815(e)(3) of the Social Security Act (42
8 U.S.C. 1395g(e)(3)) or under the program de-
9 scribed in section 421.214 of title 42, Code of
10 Federal Regulations (or a successor regulation)
11 made on or after the date of the enactment of
12 the CARES Act (Public Law 116–136) during
13 the emergency period described in such sub-
14 paragraph.