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# Impact Health Policy Weekly

#### Framing the Week

In the last week before August recess, both the House and Senate are trying to make progress on several legislative fronts including moving a workforce bill in Senate HELP, PBM Legislation in the Senate Finance Committee, Senate Appropriations bills, and potentially a health care package in the House Ways and Means Committee. Additionally, <u>H.R. 2544</u>, Securing the U.S. Organ Procurement and Transplantation Network Act is expected to go to the floor this week. The floor vote follows a hearing last Thursday in the Senate Finance Committee that featured this legislation (<u>summary</u>).

#### Legislative Activity

On Wednesday, the **Senate HELP Committee** is poised to take up Chairman Sander's sweeping \$20 billion workforce bill <u>(summary/press release/section by section /text</u>) that would reauthorize the Community Health Center Fund, the National Health Service Corps (NHSC), Teaching Health Center Graduate Medical Education (THCGME), as well as fund an additional 10,000 Medicare Graduate Medical Education slots, and fund programs aimed at increasing the nursing, dental, and behavioral workforce. Senator Sanders' bill follows the introduction of HELP Committee Ranking Member Bill Cassidy's own <u>bill</u>, which is a much slimmer bill that mirrors legislation the House Energy & Commerce Committee unanimously passed in May as part of the PATIENT Act. The two parties are very far apart in their approach to reauthorize legislation that is set to expire on September 30.

On Thursday the **Senate Finance Committee** will be the next Congressional Committee to markup pharmacy benefit manager legislation (<u>summary</u>). The Senate HELP Committee, Senate Commerce Committee, the House Education and the Workforce Committee, and the House Energy & Commerce Committee have all passed up their own legislation focused on increasing transparency of prescription drug costs and rebates and PBM practices. The **House Ways and Means Committee** could potentially unveil their own health focused package this week, that would include PBM reform, and quickly move it through the Committee. Ultimately all these bills will likely be combined into a single health package, including the workforce and PAHPA reauthorization bills. Timing and likelihood of enactment, however, remains undetermined.

Appropriations Markups continue this week as well. The **Senate Appropriations Committee** is scheduled to mark up their Labor-HHS bill on Thursday. The current agreed upon allocation for Labor-HHS in the Senate is a 6% cut, not as drastic as the 30% cut the House Appropriations Committee passed. However, Senate Appropriations Committee Chair Patty Murray (D-WA) and Vice Chair Susan Collins (R-ME) reached agreement to tack on nearly \$14 billion in additional fiscal 2024 spending to Senate appropriations bills. This will be done through emergency spending. Labor-HHS will get an



additional \$2 billion through this mechanism. The House Labor-HHS bill passed Subcommittee over a week ago but it has yet to be scheduled for full Committee markup.

## Regulatory Update

The Office of Management and Budget (OMB) is reviewing a slew of rules, though we are unlikely to see any drop this week. No new rules have cleared OMB review. OMB is reviewing the following:

- Minimum staffing standards for long-term care facilities <u>Proposed rule</u> would address staffing requirements at long-term care facilities, including nursing homes. Industry pushback has delayed the release of the rule, initially intended for June. Stakeholders are meeting with OMB in early September, meaning we are unlikely to see the proposal until the fall.
- Medicaid and CHIP <u>Final rules</u> intended to simplify the processes for eligible individuals to enroll and retain eligibility in Medicaid, CHIP and the Basic Health Program. The first final rule expected in September 2023 will remove barriers and facilitate enrollment of new applicants, particularly those dually eligible for Medicare and Medicaid. The second final rule expected in February 2024 will implement changes to align enrollment and renewal requirements for most individuals in Medicaid and promote maintenance of coverage.
- **Fiscal year 2024 Medicare payment final rule** Policy and payment updates for acute care hospitals, inpatient psychiatric facilities, skilled nursing facilities, inpatient rehabilitation facilities, and hospice. Final action is not expected until November.

# This Week in Health Policy

#### Mon. (7/24)

- 11:00am USCCR Meeting: Social Status of Black Men/Boys The U.S. Commission on Civil Rights (USCCR) holds a summit of the Commission on the Social Status of Black Men and Boys focused on policy initiatives that address systemic issues affecting the Black community. <u>Details</u>.
- 1:00pm Briefing: State of Homelessness The Center on Budget and Policy Priorities, the National Low Income Housing Coalition, and the National Alliance to End Homelessness hold a media briefing to discuss the national state of homelessness. <u>Details</u>.

#### <u>Tue. (7/25)</u>

- 12:00pm Urban Institute Discussion: Long COVID The Urban Institute holds a discussion titled "Early Insights on Long COVID, Chronic Illness, and Economic Well-Being." <u>Details</u>.
- 2:00pm Brookings Discussion: Armed Forces Mental Health The Brookings Institute holds a discussion with Rep. Adam Smith (D-WA) on the importance of addressing mental health in the armed forces. <u>Details</u>.



• **3:00pm – Hearing: AI Regulation** – The Senate Judiciary Subcommittee on Privacy, Technology, and the Law holds an oversight hearing to examine artificial intelligence, focusing on principles for regulation. <u>Details</u>.

## Wed. (7/26)

- **9:00am Markup: Cybersecurity** The Senate Homeland Security and Governmental Affairs Committee holds a business meeting to consider several cybersecurity related bills, among others. <u>Details</u>.
- 10:00am Hearing: Migrant Children The House Energy and Commerce Subcommittee on Oversights and Investigations holds a hearing to examine the Department of Health and Human Services (HHS) Office or Refugee Resettlement (OCR) with HHS Secretary Xavier Becerra. <u>Details</u>.
- **10:15am Hearing: Pandemic School Closures –** The House Education and The Workforce Subcommittee on Early Childhood, Elementary, and Secondary Education holds a hearing to examine the impact of pandemic school closures on students. <u>Details</u>.
- **10:30am Markup: Primary Care Health Care Workforce** The Senate Health, Education, Labor, and Pensions Committee holds a business meeting to consider its legislation to fund and expand the health care workforce (Impact Health Policy Summary). Details.
- 10:30am HITAC Meeting: Pharmacy Interoperability The Health Information Technology Advisory Committee (HITAC) holds a meeting of the Pharmacy Interoperability and Emerging Therapeutics Task Force to discuss program updates. <u>Details</u>.
- **2:00pm Markup: PBM Legislation** The Senate Finance Committee will hold a markup of legislative proposals to modernize and enhance federal prescription drug programs. <u>Details</u>.
- **2:30pm Hearing: Native Priorities for Farm Bill** The Senate Committee on Indian Affairs holds a hearing to examine Native Priorities for the 2023 Farm Bill Reauthorization. <u>Details</u>.
- 3:00pm Hearing: PACT Act Implementation The Senate Committee on Veterans' Affairs holds a hearing to examine implementing The Sergeant First Class (SFC) Heath Robinson Honoring our Promise to Address Comprehensive Toxics (PACT) Act. <u>Details</u>.

#### Thurs. (7/27)

- 10:00am Hearing: Economic Impact of Diabetes The Senate Joint Economic Committee holds a hearing to examine the economic impact of diabetes and diabetes -related health complications, including the role of health and nutrition programs in diabetes prevention and pharmaceutical interventions. <u>Details</u>.
- 10:00am Hearing: National Drug Control Policy The House Oversight and Accountability Health Care and Financial Services Subcommittee holds a hearing titled "Oversight and Reauthorization of the Office of National Drug Control Policy." <u>Details</u>.
- 10:00am Hearing: VA Disability Care The House Veterans' Affairs Subcommittee on Disability Assistance and Memorial Affairs holds an oversight hearing to examine VA disability exams. <u>Details</u>.
- 10:00am Hearing: DEA Oversight The House Judiciary Subcommittee on Crime and Federal Government Surveillance holds a hearing to examine the Drug Enforcement Administration (DEA) operations, including its handling of the fentanyl and opioid crisis. <u>Details</u>.



- 10:15am Hearing: Increasing Value for Students The House Education and the Workforce Subcommittee on Higher Education and Workforce Development holds titled "Lowering Costs and Increasing Value for Students, Institutions, and Taxpayers." <u>Details</u>.
- **10:30am Markup: Labor, HHS Appropriations** The Senate Appropriations Committee holds a markup of the Labor, Health and Human Services (HHS), Education, and Related Agencies Appropriations Act, among others. <u>Details</u>.
- 12:00pm BPC Discussion: Youth Mental Health The Bipartisan Policy Center (BPC) holds a discussion on how federal policymakers can better support youth mental health and well-being. Details.
- 2:00pm Hearing: COVID-19 Vaccine Mandates The House Oversight and Accountability Select Subcommittee on the Coronavirus Pandemic holds a hearing to examine the science and impact of COVID-19 vaccine mandates. <u>Details</u>.
- 2:00pm Hearing: FDA Hemp/CBD Regulation The House Oversight and Accountability Health Care and Financial Services Subcommittee holds a hearing titled "Hemp in the Modern World: The Yearslong Wait for FDA Action." <u>Details</u>.
- 3:00pm LAN Discussion: State Transformation Collaboration Blueprint The Health Care Payment and Learning Network (LAN) holds the final session of its three-part LAN Spring Series to hear from stakeholders on state-level approaches to further value-based care, including from the Center for Medicare and Medicaid Innovation (CMMI) leadership. LAN will preview the Multi-Payer Alignment Blueprint. <u>Details</u>.

#### <u>Fri. (7/28)</u>

 1:00pm – BPC Discussion: Homelessness – The Bipartisan Policy Center (BPC) holds a discussion to showcase innovative approaches for meeting the needs of unhoused people, and how to scale up promising interventions, including how the federal government can support successful programs. <u>Details</u>.

#### Featured Analysis

- Impact Regulatory Outlook: 2023 Unified Agenda In the Policy Hub Insight Bank here.
- Impact Updated Chart: PBM Legislation Under Consideration In the Policy Hub Insight Bank here.
- Impact Tracker of COVID-19 PHE Flexibilities In the Policy Hub Insight Bank here
- Impact Health Policy Guide to the 118<sup>th</sup> Congress In the Policy Hub Insight Bank <u>here.</u>
- Impact Roundup of Surprise Billing and Transparency Updates In the Policy Hub Insight Bank <u>here.</u>

# Congressional Lookback

#### Thurs. (7/20)

• The Senate HELP Committee advanced the <u>Pandemic and All-Hazards Preparedness and</u> <u>Response Act (PAHPARA)</u> by a vote of 17-3. <u>Details</u>.



• The Senate Finance Subcommittee on Health Care convened a hearing yesterday on the current status of the Organ Procurement and Transplant System (OPTN). Details.

#### Weds. (7/19)

- The House E&C Committee convened a <u>markup</u> of 15 bills advanced out of the Health Subcommittee last week. <u>Details</u>.
- **The Senate HELP Chair Sanders** unveiled a sweeping piece of <u>legislation</u> to overhaul the nation's primary care health system. <u>Details</u>.
- The House Committee on Small Business Subcommittee on Oversight, Investigation, and Regulations held a <u>hearing</u> on overregulation in health care and its impact on small provider businesses. <u>Details</u>.

#### <u>Tues. (7/18)</u>

• The E&C Health Subcommittee convened a <u>hearing</u> to examine Medicare coverage of innovative drugs, medical devices, and technology. <u>Details</u>.

#### Regulatory Lookback

#### <u>Fri. (7/21)</u>

- AHRQ EHC is <u>requesting public comments</u> on draft key questions related to the management of suicidal thoughts in youth. <u>Details</u>.
- **CMS** is seeking <u>nominations</u> for a Technical Expert Panel (TEP) to <u>support the maintenance and</u> evolution of the Overall Hospital <u>Quality</u> Star Ratings methodology. <u>Details</u>.

#### Thurs. (7/20)

- **CMS** provided an <u>update</u> making clear that the agency is taking enforcement actions, as necessary, to ensure states' compliance with <u>federal renewal requirements</u>. <u>Details</u>.
- **HHS OIG** released a <u>report</u> showing high rates of prior authorization denials in Medicaid managed care. <u>Details</u>.

#### Weds. (7/19)

- HHS OIG released a <u>report</u> showing that allocations of the Provider Relief Fund (PRF) different with respect to the race and ethnicity of the populations served. <u>Details</u>.
- The DOJ and FTC jointly released a <u>draft update</u> of the Merger Guidelines, which outline and guide their review of mergers and acquisitions to ensure compliance with federal antitrust laws. <u>Details</u>.

#### <u>Tues. (7/18)</u>

The CDC is set to launch the <u>Bridge Access Program for COVID-19 Vaccines</u> in the fall of 2023.
<u>Details</u>.

#### Mon. (7/17)

• The FTC announced the <u>withdrawal</u> of two antitrust policy statements related to enforcement in health care markets. <u>Details</u>.



• **CMS** announced a <u>meeting</u> of the Advisory Panel on Hospital Outpatient Payment (HOP Panel) for August 21 and 22, 2023. <u>Details</u>.

#### Comment & Application Deadlines

- August 5: SAMHSA announced a new <u>Harm Reduction Framework Draft</u> available to the public for comment. <u>Details</u>.
- August 17: CMMI issued an <u>RFI</u> to inform the development of an episode-based payment model focused on improving beneficiary care and lowering Medicare expenditures. <u>Details</u>.
- August 23: The FDA issued <u>draft guidance</u> entitled: "Psychedelic Drugs: Considerations for Clinical Investigations. <u>Details</u>.
- August 25: CMS released the CY 2024 ESRD PPS proposed rule. Details.
- August 26: CMS released a <u>notice with comment</u> to establish the TCET pathway. <u>Details</u>.
- August 28: The FDA issued an RFI to assess whether in-home disposal products can mitigate the risk of nonmedical use or overdose of opioid analgesics. Submissions are due August 28. Details.
- September 5: CMS issued a proposed rule that describes the agency's proposed actions to remedy the payment for 340B drugs for calendar years (CYs) 2018 through 2022. Details.
- September 5: The CFPB and HHS issued an <u>RFI</u> on high-cost specialty financial products used to pay for health care. <u>Details</u>.
- September 6: The FDA <u>issued</u> a proposed rule to establish tobacco product manufacturing practice (TPMP) requirements. <u>Details</u>.
- September 11: HHS released a proposed rule to ensure short-term, limited duration insurance (STLDI) and fixed indemnity benefits coverage do not undermine consumer protections and requirements under the ACA. Details.
- September 11: CMS released the CY 2024 MPFS proposed rule. Details.
- September 11: CMS released the CY 2024 OPPS proposed rule. Details.
- September 29: The CDC issued a request for nominations for members to serve on the Healthcare Infection Control Practices Advisory Committee (HIPAC). <u>Details</u>.
- November 17: The FDA <u>issued</u> a proposed rule to amend its prescription drug labeling regulations to require the inclusion Patient Medication Information (PMI). <u>Details</u>.