

# Impact Health Policy Weekly

# Framing the Week

The House is on recess until September 9, calling it quits a week earlier than planned after it became clear that they could not pass any additional appropriations bills. They managed to move five of the 12 annual spending bills, but with a slim majority and several Republican hold outs, Speaker Mike Johnson (R-LA) pulled the remaining bills and recessed for the summer. The Senate Appropriations Committee is expected to finish marking up the last of their fiscal year 2025 bills this week, but floor action is not going to happen anytime soon. When Congress returns, they will need to pass a Continuing Resolution (CR) to fund the government past September 30, the end of the fiscal year. It is expected the CR will run through the elections, but it is unclear if Speaker Johnson will push for a December date, or for the CR to go into next year.

For the last days of session before summer recess, this week the Senate will consider a package of online safety bills that include the Kids Online Safety Act (KOSA) and the Children's Online Privacy Protection Act (COPPA) that are meant to hold Big Tech companies accountable for the harms their platforms can inflict on minors.

# Hearings and Markups

- Senate Banking Committee: On Tuesday the Senate Banking, Housing, and Urban Affairs
   Subcommittee on Economic Policy will hold a <u>hearing</u> to examine banning noncompete
   agreements, focusing on benefits for workers, businesses, and the economy.
- Senate HELP Committee: On Wednesday the Senate Health, Education, Labor, and Pensions
  Committee will hold a markup to consider <u>S.4776</u>, to amend the Older Americans Act of 1965
  to authorize appropriations for FY 2025 through 2029, <u>S.4762</u>, to amend the Public Health
  Service Act to reauthorize programs and research relating to autism, and <u>S.4755</u>, to reauthorize
  traumatic brain injury programs.
- Senate Commerce, Science and Transportation Committee: On Wednesday the Senate Commerce Committee will hold a <u>markup</u> of more than 30 bills including eight measures on artificial intelligence (AI)-related issues such as the CREATE AI Act to establish a national research hub, the TEST AI Act, and the AI Research, Innovation and Accountability Act.
- Senate Appropriations Committee: On Thursday the Senate Appropriations Committee will hold a markup of the Energy and Water Development and Related Agencies Appropriations Act, the Defense Appropriations Act, the Departments of Labor, Health and Human Services, and

Education, and Related Agencies Appropriations Act, the Department of Homeland Security Appropriations Act, and the Financial Services and General Government Appropriations Act.

# New Data and Health Technology Administration

Last week the Department of Health and Human Services (HHS) <u>announced</u> that the technology and data policy and strategy role of the Assistant Secretary for Administration will be moved to the Office of the National Coordinator for Health Information Technology (ONC). HHS intends for the reorganization to better align technology, cybersecurity, data, and artificial intelligence (AI) strategy and policy. ONC will now have dual names as the Assistant Secretary for Technology Policy and the Office of the National Coordinator for Health Information Technology (ASTP/ONC). ASTP/ONC will include the Office of Policy, Office of Standards, Certification, and Analysis, Office of the Chief Operating Officer, and Office of the Chief Technology Officer. The Office of the Chief Technology Officer will include the Office of the Chief AI Officer, Office of the Chief Data Officer, and a new Office of Digital Services. Finally, the 405(d) public-private partnership on cybersecurity will move to the Assistant Secretary for Preparedness and Response (ASPR).

## **Regulatory Update**

The Office of Management and Budget (OMB) completed reviewing several final rules for Medicare FY 2025 payment updates to <u>skilled nursing facilities</u>, <u>inpatient rehabilitation facilities</u>, <u>hospice providers</u>, and <u>psychiatric facilities</u>

OMB is reviewing the following rules:

#### Medicare

• Fiscal Year (FY) Payment Updates – The FY 2025 final rules for <u>hospitals and long-term care hospitals</u> (August 2024).

# Medicaid

Drug Rebate Program – The <u>final rule</u> would establishes requirements related to
manufacturers' misclassification of covered outpatient drug products under the Medicaid Drug
Rebate Program (MDRP). In addition, it <u>finalizes beneficiary protections</u>, as well as MDRP
program integrity and administration changes (June 2024).

#### **Private Insurance**

• ACA Marketplace – The proposed rule would set payment parameters and provisions related to the risk adjustment programs; cost-sharing parameters; and user fees for issuers offering plans on Federally-facilitated Exchanges and State-based Exchanges using the Federal platform. It would also provide additional standards for several other ACA programs (September 2024).

# **Other Topics:**

- Healthcare System Resiliency and Modernization The proposed rule would revise and
  update national emergency preparedness requirements for Medicare- and Medicaidparticipating providers and suppliers (was set for December 2023).
- **Tobacco Control** The <u>final rule</u> would prohibit the sale of tobacco products to persons younger than 21 years of age (was set for April 2024).
- Retail Pharmacy Standards The <u>final rule</u> would require pharmacies and vendors to modify
  the currently adopted National Council for Prescription Drug Programs (NCPDP) standards to
  the Telecommunications Standard Implementation Guide Version F6 (F6); Batch Standard
  Implementation Guide version 15; and Batch Standard Subrogation Implementation Guide
  version 10 (was set for February 2024).

# This Week in Health Policy

#### Mon. (7/29)

 10:00am – Paragon Discussion: Medicare Site-Neutral Payments – The Paragon Health Institute holds a discussion with former Department of Health and Human Services (HHS)
 Secretaries Alex Azar and Kathleen Sebelius on reasons for site neutral payments in Medicare, focusing on reducing health care costs for patients and taxpayers. <u>Details</u>.

#### Tue. (7/30)

- 11:00am HITAC Meeting: HTI-2 Proposed Rule Task Force The Health Information
  Technology Advisory Committee (HITAC) holds a meeting of the HTI-2 Proposed Rule Task
  Force to evaluate and provide draft recommendations to the HITAC on the Health Data,
  Technology, and Interoperability: Patient Engagement, Information Sharing, and Public Health
  Interoperability (HTI-2) Proposed Rule. This meeting of Group 1 will be focusing on: Existing
  public health certification criteria. Details.
- **2:30pm Hearing: Noncompete Agreements –** The Senate Banking, Housing, and Urban Affairs Subcommittee on Economic Policy holds a hearing to examine banning noncompete agreements, focusing on benefits for workers, businesses, and the economy. <u>Details</u>.

## Wed. (7/31)

- 10:00am Markup: Older American Support, Autism Research, and Traumatic Brain Injury Programs The Senate Health, Education, Labor, and Pensions Committee holds a markup to consider <u>S.4776</u>, to amend the Older Americans Act of 1965 to authorize appropriations for FY 2025 through 2029, <u>S.4762</u>, to amend the Public Health Service Act to reauthorize programs and research relating to autism, and <u>S.4755</u>, to reauthorize traumatic brain injury programs. <u>Details</u>.
- 10:00am Markup: AI The Senate Commerce, Science and Transportation Committee holds a markup of more than 30 bills including eight measures on artificial intelligence (AI)-related issues such as the CREATE AI Act to establish a national research hub, the TEST AI Act, and the AI Research, Innovation and Accountability Act. Details.

- 10:00am CSIS Discussion: U.S. Vision for AI Safety The Center for Strategic and International Studies (CSIS) holds a discussion with Elizabeth Kelly, Director of the National Institute of Standards and Technology's (NIST) AI Safety Institute on the Institute's strategic vision and its activities under President Biden's AI Executive Order. <u>Details</u>.
- 11:00am HITAC Meeting: HTI-2 Proposed Rule Task Force HITAC holds a meeting of the HTI-2 Proposed Rule Task Force to evaluate and provide draft recommendations to the HITAC on the Health Data, Technology, and Interoperability: Patient Engagement, Information Sharing, and Public Health Interoperability (HTI-2) Proposed Rule. This meeting of Group 2 will be focusing on: Modular API capabilities certification. Details.
- 1:00pm R Street Discussion: Federal Cyber Regulatory Harmonization The R Street Institute holds a discussion on the goal of cybersecurity regulatory harmonization, including how baselines might be developed, and how to move forward with the number of federal agencies and independent regulators involved. Sen. Gary Peters (D-MI) will be participating. Details.
- **2:00pm Hearing: Birth Behind Bars –** The Senate Judiciary Subcommittee on Human Rights and the Law holds a hearing to examine birth behind bars. <u>Details</u>.

#### Thurs. (8/1)

- 9:00am CSIS Discussion: Naloxone Over-the-Counter Access CSIS holds a discussion with Rahul Gupta, Director of the White House Office of National Drug Control Policy, and Rep. Ann McLane Kuster (D-NH), on the lessons and gains of the past year since the Biden Administration approved over-the-counter (OTC) sale of naloxone, the drug that reverses life-threatening opioid overdoses. <u>Details</u>.
- 9:30am Markup: Senate Appropriations The Senate Appropriations Committee holds a
  markup of the Energy and Water Development and Related Agencies Appropriations Act, the
  Defense Appropriations Act, the Departments of Labor, Health and Human Services, and
  Education, and Related Agencies Appropriations Act, the Department of Homeland Security
  Appropriations Act, and the Financial Services and General Government Appropriations Act.
  Details.
- 11:00am HITAC Meeting: HTI-2 Proposed Rule Task Force HITAC holds a meeting of the
  HTI-2 Proposed Rule Task Force to evaluate and provide draft recommendations to the HITAC
  on the Health Data, Technology, and Interoperability: Patient Engagement, Information Sharing,
  and Public Health Interoperability (HTI-2) Proposed Rule. This meeting of Group 3 will be
  focusing on: Information Blocking Enhancements. <u>Details</u>.
- 3:30pm CMS Meeting: CMS Strategic Plan The Centers for Medicare and Medicaid Services
  (CMS) holds its third CMS Leadership National Call Update in 2024 to provide an update on
  how cross-cutting initiatives are advancing the CMS Strategic Plan and how stakeholders can
  partner with CMS to implement the plans and key initiatives. <u>Details</u>.

#### **Additional Multi-Day Events**

 Aug 1-Aug 2 – HRSA Meeting: Medicine/Dentistry Diversity/Equity/Inclusion – The Health Resources and Services Administration (HRSA) holds a meeting of the Advisory Committee on Training in Primary Care Medicine and Dentistry for upskilling clinicians to serve in underserved areas; diversity, equity, and inclusion; integrated medical and dental training models; and matters pertaining to policy, program development, and other matters of significance concerning medicine and dentistry activities. <u>Details</u>.

# Featured Analysis

- \*NEW\* Impact Regulatory Outlook: Spring 2024 Unified Agenda In the Policy Hub Insight Bank <a href="here">here</a>.
- Making Sense of the New Landscape for Health Policy After Recent Supreme Court Decisions
   In the Policy Hub Insight Bank here.
- Impact Mental Health Legislative Update In the Policy Hub Insight Bank <a href="here">here</a>.
- Impact Roundup of Behavioral Health Administrative Actions In the Policy Hub Insight Bank here.
- Impact Chart of Key Provisions of Legislative Proposals on Health Care Price Transparency Requirements In the Policy Hub Insight Bank <a href="here">here</a>.

#### Congressional Lookback

# Weds. (7/24)

Sens. Durbin (D-IL) and DeLauro (D-CT) introduced the <u>Federal Food Administration Act of</u>
 2024 to create a separate agency responsible for oversight of food safety and foodborne illness.

 Details.

## Tues. (7/23)

- The House Committee on Oversight and Accountability convened its <u>third hearing</u> on the role of PBMs in prescription drugs markets. <u>Details</u>.
- The Committee on House Administration convened a <u>hearing</u> to examine the implications of the recent Supreme Court <u>decision</u> in Loper Bright Enterprises v. Raimondo and Relentless, Inc. v. Department of Commerce which overturned the Chevron Deference doctrine. <u>Details</u>.

# Regulatory Lookback

#### Fri. (7/26)

The GAO released a <u>report</u> evaluating actions taken by selected jurisdictions for COVID-19 isolation and quarantine, federal support provided, and the CDC's evaluation processes. <u>Details</u>.

#### Thurs. (7/25)

• SAMHSA announced \$45.1 million to programs aimed at further improving behavioral health.

Details.

# Weds. (7/24)

- **CMMI** held a <u>webinar</u> to review the financial methodology and describe changes in <u>version 2.0</u> of the Medicare FFS hospital global budgets (HGBs) for the AHEAD Model. <u>Details</u>.
- ONC <u>released</u> the US Core Data for Interoperability Version 5 (USCDI v5) with new data classes and data elements. <u>Details</u>.

#### Tues. (7/23)

• The Biden Administration distributes new information for youth online safety and Medicaid and CHIP services for incarcerated youth. <u>Details</u>.

# Comment & Application Deadlines

- July 29: CMS released a <u>proposed rule</u> to mitigate the impact of significant, anomalous, and highly suspect billing activity involving intermittent urinary catheters on financial calculations in CY 2023 for ACOs participating in the MSSP. <u>Details</u>.
- July 31: AHRQ issued an RFI on new strategies to advance interoperable, shareable, and reusable clinical decision support resources. <u>Details</u>.
- July 31: ONC <u>announced</u> a new data initiative to support maternal health. <u>Details</u>.
- August 12: The CFPB issued a proposed rule aimed at eliminating medical bills from most credit reports. Details.
- August 15: CMS is seeking <u>nominations</u> to the Advisory Committee on Immunization Practices.
   Details.
- August 17: CMS released a <u>notice of funding opportunity</u> for the Expanding Access to Women's Health Grant. <u>Details</u>.
- August 20: SAMHSA is <u>seeking</u> applications for the Women's Behavioral Health Technical Assistance Center (Women's BH TAC) program for fiscal year 2024. <u>Details</u>
- August 26: CMS issued the CY 2025 home health prospective payment and rate update proposed rule. Details.
- August 26: CMS released its CY 2025 end-stage renal disease (ESRD) prospective payment system (PPS) proposed rule. <u>Details</u>.
- September 2: CMS released an <u>ICR</u> for the Negotiation Data Elements and Drug Price Negotiations Process for IPAY 2027 of the Medicare Drug Price Negotiation Program. <u>Details</u>.
- **September 7:** The FDA released <u>draft Q&As</u> to address misinformation about medical devices and prescription drugs. <u>Details</u>.
- September 9: CMS released the CY 2025 MPFS proposed rule. Details.
- September 9: CMS released the CY 2025 OPPS/ASC proposed rule. Details.



- **September 20:** CMS released a <u>notice of funding opportunity (NOFO)</u> for the Transforming Maternal Health (TMaH) Model. <u>Details</u>.
- **September 26:** The FDA issued <u>draft guidance</u> entitled "Diversity Action Plans to Improve Enrollment of Participants from Underrepresented Populations in Clinical Studies." <u>Details</u>.
- **September 30:** The CDC is <u>seeking nominations</u> for membership on the Healthcare Infection Control Practices Advisory Committee (HICPAC). <u>Details</u>.
- February 25: CMMI released an RFA for the Cell and Gene Therapy Access Model. Details.