Impact Health Policy Weekly

Framing the Week

As the November election approaches, presidential candidates are announcing more details about their respective health care agendas. In today's issue, we highlight proposals recently released by the Harris-Walz campaign on new Medicare benefits and rural health. Since the Trump-Vance campaign has not released comparable proposals, we draw from Project 2025, and the Trump Administration's previous actions on potential policies that a Republican administration could pursue. See the https://example.com/linearing-new-normal-review for a comparison of policy positions on other key health issues.

New Medicare Benefits

- Harris-Walz: The Harris-Walz campaign proposes "Medicare at Home" to create a new Medicare benefit to cover home care services, improve wages and working conditions for care workers, and enhance the overall quality of care. They also propose to create a new Medicare benefit to cover hearing aids, eye exams, and glasses. The plan states that the new benefits would be fully paid for without impacting existing premiums by expanding Medicare drug price negotiations, increasing the discounts drug manufacturers cover for certain brand-name drugs in Medicare, and addressing Medicare fraud. However, Congress would need to pass new legislation to authorize expanded Medicare drug price negotiations and the creation of these benefits, which would be particularly challenging in a possible divided government.
- Trump-Vance: While the Trump Republican platform (p. 10, 12) proposes to protect and strengthen the Medicare program, it has not released detailed Medicare policy proposals. Former President Trump has endorsed "at-home senior care," which includes reallocating resources to this area, addressing workforce shortages, and providing support for unpaid family caregivers through tax credits and reduced red tape. However, during his presidency, former President Trump's 2021 budget proposed significant cuts to Medicare spending, including reduced payments to hospitals and healthcare providers, which, according to the Center for Budget and Policy Priorities (CBO) projected to negatively impact beneficiaries by limiting access to care. His 2021 budget suggested approximately \$500 billion in Medicare cuts over ten years, which could lead to decreased access to services and higher out-of-pocket costs for beneficiaries. Additionally, efforts to repeal the Affordable Care Act could reopen the drug "donut hole" and reinstate cost-sharing for preventive services, further harming Medicare beneficiaries.

Rural Health

- Harris-Walz: Building on a \$75 million investment by the Biden-Harris administration, Vice President Harris and Governor Walz have outlined comprehensive strategies to bolster health care access in rural communities, focusing on several key initiatives. They aim to recruit 10,000 health care professionals, including doctors, nurses, community health workers, and EMS personnel, to alleviate workforce shortages in rural and tribal areas. Their plan also includes permanently extending Medicare coverage for telemedicine services and doubling federal funding for telehealth equipment and technology to improve access. Additionally, they seek to reduce the number of ambulance deserts by half to ensure timely emergency care, launch a grant program to train and fund Rural Community Health Workers, and provide financial and technical support to strengthen EMT and paramedic services in these communities. While the plan lays out ambitious goals, it would require congressional support to secure funding which would be challenging in a divided government.
- Trump-Vance: The Trump-Vance campaign has provided limited details on policies to support rural health. Project 2025 (p. 487) acknowledges challenges to health care access in rural areas. Project 2025 proposes to reduce "regulatory burden" to foster private innovation in health care delivery, enhance telehealth access through increased services and interstate licensure for providers, and explore cost-effective care alternatives, including independent telehealth services and less expensive options outside traditional hospital settings. In his past presidency, former President Trump issued an Executive Order with directives to launch a new rural health payment model, improve rural health infrastructure, and extend telehealth flexibilities.

Regulatory Update

The Office of Management and Budget (OMB) is reviewing the following:

Medicare

- Physician Payment The <u>final rule</u> would <u>make changes to the Medicare physician fee schedule</u> for calendar year 2025 (November 2024).
- Outpatient Payment The <u>final rule</u> would make changes to the Medicare hospital outpatient prospective payment system for calendar year 2025 (November 2024).
- Home Health The <u>final rule</u> would make changes to the Medicare home health prospective payment system for calendar year 2025 (November 2024).
- **ESRD** The <u>final rule</u> would make changes to the Medicare End-Stage Renal Disease (ESRD) payment system for calendar year 2025 (November 2024).
- Medicare Advantage The <u>proposed rule</u> would make policy and technical changes to the Medicare Advantage, Medicare Prescription <u>Drug Benefit</u>, and <u>Medicare Cost Plan Programs</u>, and PACE for contract year 2026 (September 2024).

Other Topics



- Healthcare System Resiliency and Modernization The <u>proposed rule</u> would revise and update national emergency preparedness requirements for Medicare- and Medicaid-participating providers and suppliers (was set for December 2023).
- Retail Pharmacy Standards The final rule 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).
- Organ Transplants The <u>final rule</u> would establish a new mandatory Medicare payment model, the Increasing Organ Transplant Access Model (IOTA Model), that would test whether performance-based incentive payments paid to or owed by participating kidney transplant hospitals increase access to kidney transplants for patients with end-stage renal disease (ESRD) while preserving or enhancing the quality of care and reducing Medicare expenditures.
- Cybersecurity The proposed rule would make modifications to the Security Standards for the
 Protection of Electronic Protected Health Information (the Security Rule) under the Health
 Insurance Portability and Accountability Act of 1996 (HIPAA) and the Health Information
 Technology for Economic and Clinical Health Act of 2009 (HITECH Act). These modifications will
 improve cybersecurity in the health care sector by strengthening requirements for HIPAA
 regulated entities to safeguard electronic protected health information to prevent, detect, contain,
 mitigate, and recover from cybersecurity threats.

This Week in Health Policy

Tue. (10/29)

- 9:00am SAMHSA Meeting: Serious Mental Illness The Substance Abuse and Mental Health Services Administration (SAMHSA) holds a meeting of the Interdepartmental Serious Mental Illness Coordinating Committee to provide information on federal efforts related to serious mental illness and serious emotional disturbance. Details.
- 10:00am Field Hearing: Reducing Prescription Drug Prices The Senate Judiciary Committee
 holds a field hearing in Chicago, IL to examine how competition can help reduce prescription drug
 prices. Details.
- 10:00am HITAC Meeting: Health Equity by Design The Health Information Technology
 Advisory Committee (HITAC) holds a kick-off meeting of the Health Equity by Design (HEBD)
 Task Force to discuss program updates. Details.
- 12:00pm HITAC Meeting: Annual Report Workgroup HITAC holds a meeting of the Annual Report Workgroup to discuss program updates. <u>Details</u>.
- 2:30pm Aspen Institute Discussion: Economic Opportunity for Parents and Caregivers The Aspen Institute holds a discussion with Acting Secretary of Labor Julie Su on the critical links between supporting caregivers, building more prosperous families, and driving economic growth.

 Details.

Wed. (10/30)

 10:00am – FDA Meeting: Patient-Centered Consent in FDA-Regulated Medical Products Study – The Food and Drug Administration (FDA) holds a meeting of the Patient Engagement Advisory Committee to provide recommendations on the informed consent process and the areas of focus of the informed consent, including recommendations on factors to consider when communicating informed consent to clinical study participants of FDA-regulated medical products. <u>Details</u>.

Thurs. (10/31)

• Meeting: MACPAC – The Medicaid and CHIP Payment and Access Commission (MACPAC) holds a public meeting to discuss Medicaid and CHIP payment and policy issues. <u>Details</u>.

Fri. (11/1)

• Meeting: MACPAC – MACPAC holds a public meeting to discuss Medicaid and CHIP payment and policy issues. <u>Details</u>.

Additional Multi-Day Events

- Oct 29-Oct 30 NIST Meeting: Advanced Technology Updates The National Institute of Standards and Technology (NIST) holds a meeting of the Visiting Committee on Advanced Technology to discuss an update on major programs at NIST. <u>Details</u>.
- Oct 30-Oct 31 EPA Meeting: Children's Environmental Health The Environmental Protection
 Agency (EPA) holds a meeting of the EPA Children's Health Protection Advisory Committee
 (CHPAC) to discuss program updates and CHPAC input on targeted children's health
 considerations. Details.

Featured Analysis

- Insights for Impact: the 340B Drug Pricing Program In the Policy Hub Insight Bank here.
- Impact 2024 Election Outlook and 2025 Congressional Preview In the Policy Hub Insight Bank here.
- Impact Preview of Lame Duck Health Package In the Policy Hub Insight Bank here.
- Impact Chart of PBM Legislation In the Policy Hub Insight Bank here.
- Impact Regulatory Outlook: Spring 2024 Unified Agenda In the Policy Hub Insight Bank here.
- Making Sense of the New Landscape for Health Policy After Recent Supreme Court Decisions
 In the Policy Hub Insight Bank here.

Regulatory Lookback

Fri. (10/25)

- HHS OIG released a report on Medicare Advantage plan use of health risk assessments. Details.
- The Biden-Harris Administration has <u>introduced</u> a "window-shopping" feature for the 2025 Open Enrollment Period, starting November 1. <u>Details</u>.

• The Biden-Harris Administration has <u>announced</u> a substantial investment of \$110 million in women's health research, addressing historical gaps in the field. <u>Details</u>.

Thurs (10/24)

• The DOJ issued an NPRM to implement Executive Order 14117, aimed at preventing access to sensitive U.S. personal and government-related data by foreign adversaries like Russia, China, and Iran. Details.

Weds. (10/23)

• HHS took <u>significant steps</u> to strengthen the nation's health workforce by signing a MOU with the California State University (CSU) system. <u>Details</u>.

Tues. (10/22)

- HHS ASPE released a <u>report</u> on the 2024 Part D OOP spending cap and its associated savings for Medicare beneficiaries. Details.
- The CBO sent a <u>letter</u> to the Budget Committee on the impact of increasing the Thrifty Food Plan (TFP) on the labor force. <u>Details</u>.

Mon. (10/21)

- HHS, DOL, and the Treasury released <u>proposed rules</u> to expand access to coverage of recommended preventive services without cost sharing in the commercial market, with a focus on OTC contraceptives. Comments are due December 17. <u>Details</u>.
- The FNS announced an investment of \$46 million in projects to support food and nutrition security
 in underserved communities and provide access to fruits and vegetables. <u>Details</u>.
- HRSA <u>seeks comments</u> on draft updates to the <u>Women's Preventive Services Guidelines</u>. <u>Details</u>.

Comment & Application Deadlines

- October 29: CMS is <u>seeking nominations</u> for a TEP to assist in the development and maintenance
 of electronic clinical quality measures (eCQMs). <u>Details</u>.
- October 29: CMS seeks <u>comments</u> on its <u>implementation</u> of mental health parity in Medicaid and CHIP managed care plans.
- November 1: HHS announced an <u>Interim Final Rule</u> (IFR) to implement the 2024 revisions to the Uniform Administrative Requirements for <u>Federal Financial Assistance</u> (Uniform Guidance) under 2 CFR Part 200. <u>Details</u>.
- November 12: CMS released the HHS Notice of Benefit and Payment Parameters for 2026 proposed rule. Details.
- **December 9:** CMMI released an <u>RFI and a sample list</u> of prescription drugs that the agency intends to include in its \$2 Drug List Model. <u>Details</u>.



- December 17: HHS, DOL, and the Treasury released <u>proposed rules</u> to expand access to coverage
 of recommended preventive services without cost sharing in the commercial market, with a focus
 on OTC contraceptives. <u>Details</u>.
- February 25: CMMI released an RFA for the Cell and Gene Therapy Access Model. Details.
- **February 25:** CMMI released a <u>NOFO</u> to apply for Cooperative Agreement funding to support states' participation in the Cell and Gene Therapy (CGT) Access Model. <u>Details</u>.