# **COMMITTEE PRINT**

[Showing the Text of H.R. 2430 as forwarded by the Subcommittee on Health on May 18, 2017]

115TH CONGRESS 1ST SESSION H.R. 2430

To amend the Federal Food, Drug, and Cosmetic Act to revise and extend the user-fee programs for prescription drugs, medical devices, generic drugs, and biosimilar biological products, and for other purposes.

# IN THE HOUSE OF REPRESENTATIVES

Mr. WALDEN (for himself, Mr. BURGESS, Mr. GENE GREEN of Texas, and Mr. PALLONE) introduced the following bill; which was referred to the Committee on Energy and Commerce

# A BILL

- To amend the Federal Food, Drug, and Cosmetic Act to revise and extend the user-fee programs for prescription drugs, medical devices, generic drugs, and biosimilar biological products, 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,

# **3** SECTION 1. SHORT TITLE.

- 4 This Act may be cited as the "FDA Reauthorization
- 5 Act of 2017".

#### 1 SEC. 2. TABLE OF CONTENTS.

#### The table of contents for this Act is as follows:

Sec. 1. Short title.

Sec. 2. Table of contents.

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- Sec. 402. Definitions.
- Sec. 403. Authority to assess and use biosimilar fees.
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# TITLE V—REAUTHORIZATIONS AND IMPROVEMENTS RELATED TO DRUGS

- Sec. 501. Reauthorization of provision relating to exclusivity of certain drugs containing single enantiomers.
- Sec. 502. Reauthorization of orphan grants program.
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Sec. 504. Protecting and strengthening the drug supply chain.

#### TITLE VI—DEVICE INSPECTION AND REGULATORY IMPROVEMENTS

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- Sec. 601. Risk-based inspections for devices.
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- Sec. 611. Reauthorization of pediatric humanitarian device exceptions.
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- Sec. 613. Regulation of over-the-counter hearing aids.

#### TITLE VII—GENERIC DRUG ACCESS AND COMPETITION

- Sec. 701. Competitive Generic Therapies.
- Sec. 702. Enhancing regulatory transparency To enhance generic competition.
- Sec. 703. Incentivizing competitive generic therapy development.
- Sec. 704. Tropical disease product application.
- Sec. 705. GAO study of issues regarding first cycle approvals of generic medicines.

#### TITLE VIII—ADDITIONAL PROVISIONS

Sec. 801. Technical corrections.

Sec. 802. Reauthorization of the critical path public-private partnerships.

# 1 TITLE I—FEES RELATING TO 2 DRUGS

## **3 SEC. 101. SHORT TITLE; FINDING.**

4 (a) SHORT TITLE.—This title may be cited as the

5 "Prescription Drug User Fee Amendments of 2017".

6 (b) FINDING.—The Congress finds that the fees au-7 thorized by the amendments made in this title will be dedi-8 cated toward expediting the drug development process and 9 the process for the review of human drug applications, in-10 cluding postmarket drug safety activities, as set forth in 11 the goals identified for purposes of part 2 of subchapter C of chapter VII of the Federal Food, Drug, and Cosmetic
 Act, in the letters from the Secretary of Health and
 Human Services to the Chairman of the Committee on
 Health, Education, Labor, and Pensions of the Senate and
 the Chairman of the Committee on Energy and Commerce
 of the House of Representatives, as set forth in the Con gressional Record.

# 8 SEC. 102. AUTHORITY TO ASSESS AND USE DRUG FEES.

- 9 (a) Types of Fees.—
- 10 (1) IN GENERAL.—Section 736(a) of the Fed11 eral Food, Drug, and Cosmetic Act (21 U.S.C.
  12 379h(a)) is amended—
- 13 (A) in the matter preceding paragraph (1),
  14 by striking "fiscal year 2013" and inserting
  15 "fiscal year 2018";
- 16 (B) in the heading of paragraph (1), by17 striking "AND SUPPLEMENT";
- 18 (C) in paragraph (1), by striking "or a
  19 supplement" and "or supplement" each place
  20 either appears;
- 21 (D) in paragraph (1)(A)—
  22 (i) in clause (i), by striking "(c)(4)"
  23 and inserting "(c)(5)"; and
  24 (ii) in clause (ii), by striking "A fee
  - established" and all that follows through

1	"are required." and inserting the following:
2	"A fee established under subsection $(c)(5)$
3	for a human drug application for which
4	clinical data (other than bioavailability or
5	bioequivalence studies) with respect to
6	safety or effectiveness are not required for
7	approval.";
8	(E) in the heading of paragraph $(1)(C)$ , by
9	striking "OR SUPPLEMENT";
10	(F) in paragraph $(1)(F)$ —
11	(i) in the heading, by striking "OR IN-
12	DICATION"; and
13	(ii) by striking the second sentence;
14	(G) by striking paragraph (2) (relating to
15	a prescription drug establishment fee);
16	(H) by redesignating paragraph $(3)$ as
17	paragraph (2);
18	(I) in the heading of paragraph (2), as so
19	redesignated, by striking "PRESCRIPTION DRUG
20	PRODUCT FEE" and inserting "PRESCRIPTION
21	DRUG PROGRAM FEE";
22	(J) in subparagraph (A) of such paragraph
23	(2), by amending the first sentence to read as
24	follows: "Except as provided in subparagraphs
25	(B) and (C), each person who is named as the

1	applicant in a human drug application, and
2	who, after September 1, 1992, had pending be-
3	fore the Secretary a human drug application or
4	supplement, shall pay the annual prescription
5	drug program fee established for a fiscal year
6	under subsection $(c)(5)$ for each prescription
7	drug product that is identified in such a human
8	drug application approved as of October 1 of
9	such fiscal year.";
10	(K) in subparagraph (B) of such para-
11	graph $(2)$ —
12	(i) in the heading of subparagraph
13	(B), by inserting after "EXCEPTION" the
14	following: "FOR CERTAIN PRESCRIPTION
15	DRUG PRODUCTS"; and
16	(ii) by striking "A prescription drug
17	product shall not be assessed a fee" and
18	inserting "A prescription drug program fee
19	shall not be assessed for a prescription
20	drug product"; and
21	(L) by adding at the end of such para-
22	graph $(2)$ the following:
23	"(C) LIMITATION.—A person who is
24	named as the applicant in an approved human
25	drug application shall not be assessed more

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1	than 5 prescription drug program fees for a fis-
2	cal year for prescription drug products identi-
3	fied in such approved human drug applica-
4	tion.".
5	(2) Conforming Amendment.—Subparagraph
6	(C) of section $740(a)(3)$ of the Federal Food, Drug,
7	and Cosmetic Act $(21 \text{ U.S.C. } 379j-12(a)(3))$ is
8	amended to read as follows:
9	"(C) LIMITATION.—An establishment shall
10	be assessed only one fee per fiscal year under
11	this section.".
12	(b) FEE REVENUE AMOUNTS.—Subsection (b) of sec-
13	tion 736 of the Federal Food, Drug, and Cosmetic Act
14	(21 U.S.C. 379h) is amended to read as follows:
15	"(b) FEE REVENUE AMOUNTS.—
16	"(1) IN GENERAL.—For each of the fiscal years
17	2018 through 2022, fees under subsection (a) shall,
18	except as provided in subsections (c), (d), (f), and
19	(g), be established to generate a total revenue
20	amount under such subsection that is equal to the
21	sum of—
22	"(A) the annual base revenue for the fiscal
23	year (as determined under paragraph (3));

1	"(B) the dollar amount equal to the infla-
2	tion adjustment for the fiscal year (as deter-
3	mined under subsection $(c)(1)$ ;
4	"(C) the dollar amount equal to the capac-
5	ity planning adjustment for the fiscal year (as
6	determined under subsection $(c)(2)$ ;
7	"(D) the dollar amount equal to the oper-
8	ating reserve adjustment for the fiscal year, if
9	applicable (as determined under subsection
10	(c)(3));
11	((E) the dollar amount equal to the addi-
12	tional direct cost adjustment for the fiscal year
13	(as determined under subsection $(c)(4)$ ); and
14	"(F) additional dollar amounts for each
15	fiscal year as follows:
16	"(i) \$20,077,793 for fiscal year 2018;
17	"(ii) \$21,317,472 for fiscal year 2019;
18	"(iii) \$16,953,329 for fiscal year
19	2020;
20	"(iv) \$5,426,896 for fiscal year 2021;
21	and
22	"(v) \$2,769,609 for fiscal year 2022.
23	"(2) Types of fees.—Of the total revenue
24	amount determined for a fiscal year under para-
25	graph $(1)$ —

1	"(A) 20 percent shall be derived from
2	human drug application fees under subsection
3	(a)(1); and
4	"(B) 80 percent shall be derived from pre-
5	scription drug program fees under subsection
6	(a)(2).
7	"(3) ANNUAL BASE REVENUE.—For purposes
8	of paragraph (1), the dollar amount of the annual
9	base revenue for a fiscal year shall be—
10	"(A) for fiscal year 2018, \$878,590,000;
11	and
12	"(B) for fiscal years 2019 through 2022,
13	the dollar amount of the total revenue amount
14	established under paragraph (1) for the pre-
15	vious fiscal year, not including any adjustments
16	made under subsection $(c)(3)$ or $(c)(4)$ .".
17	(c) Adjustments; Annual Fee Setting.—Sub-
18	section (c) of section 736 of the Federal Food, Drug, and
19	Cosmetic Act (21 U.S.C. 379h) is amended to read as fol-
20	lows:
21	"(c) Adjustments; Annual Fee Setting.—
22	"(1) INFLATION ADJUSTMENT.—
23	"(A) IN GENERAL.—For purposes of sub-
24	section $(b)(1)(B)$ , the dollar amount of the in-
25	flation adjustment to the annual base revenue

1	for each fiscal year shall be equal to the prod-
2	uct of—
3	"(i) such annual base revenue for the
4	fiscal year under subsection $(b)(1)(A)$ ; and
5	"(ii) the inflation adjustment percent-
6	age under subparagraph (B).
7	"(B) INFLATION ADJUSTMENT PERCENT-
8	AGE.—The inflation adjustment percentage
9	under this subparagraph for a fiscal year is
10	equal to the sum of—
11	"(i) the average annual percent
12	change in the cost, per full-time equivalent
13	position of the Food and Drug Administra-
14	tion, of all personnel compensation and
15	benefits paid with respect to such positions
16	for the first 3 years of the preceding 4 fis-
17	cal years, multiplied by the proportion of
18	personnel compensation and benefits costs
19	to total costs of the process for the review
20	of human drug applications (as defined in
21	section $735(6)$ ) for the first 3 years of the
22	preceding 4 fiscal years; and
23	"(ii) the average annual percent
24	change that occurred in the Consumer
25	Price Index for urban consumers (Wash-

1	ington-Baltimore, DC-MD-VA-WV; Not
2	Seasonally Adjusted; All items; Annual
3	Index) for the first 3 years of the pre-
4	ceding 4 years of available data multiplied
5	by the proportion of all costs other than
6	personnel compensation and benefits costs
7	to total costs of the process for the review
8	of human drug applications (as defined in
9	section $735(6)$ ) for the first 3 years of the
10	preceding 4 fiscal years.
11	"(2) CAPACITY PLANNING ADJUSTMENT.—
12	"(A) IN GENERAL.—For each fiscal year,
13	after the annual base revenue established in
14	subsection $(b)(1)(A)$ is adjusted for inflation in
15	accordance with paragraph (1), such revenue
16	shall be adjusted further for such fiscal year, in
17	accordance with this paragraph, to reflect
18	changes in the resource capacity needs of the
19	Secretary for the process for the review of
20	human drug applications.
21	"(B) INTERIM METHODOLOGY.—
22	"(i) IN GENERAL.—Until the capacity
23	planning methodology described in sub-
24	paragraph (C) is effective, the adjustment

1	under this paragraph for a fiscal year shall
2	be based on the product of—
3	"(I) the annual base revenue for
4	such year, as adjusted for inflation
5	under paragraph (1); and
6	"(II) the adjustment percentage
7	under clause (ii).
8	"(ii) Adjustment percentage.—
9	The adjustment percentage under this
10	clause for a fiscal year is the weighted
11	change in the 3-year average ending in the
12	most recent year for which data are avail-
13	able, over the 3-year average ending in the
14	previous year, for—
15	"(I) the total number of human
16	drug applications, efficacy supple-
17	ments, and manufacturing supple-
18	ments submitted to the Secretary;
19	"(II) the total number of active
20	commercial investigational new drug
21	applications; and
22	"(III) the total number of formal
23	meetings scheduled by the Secretary,
24	and written responses issued by the
25	Secretary in lieu of such formal meet-

	10
1	ings, as identified in section I.H of
2	the letters described in section $101(b)$
3	of the Prescription Drug User Fee
4	Amendments of 2017.
5	"(C) CAPACITY PLANNING METHOD-
6	OLOGY.—
7	"(i) Development; evaluation
8	AND REPORT.—The Secretary shall obtain,
9	through a contract with an independent ac-
10	counting or consulting firm, a report evalu-
11	ating options and recommendations for a
12	new methodology to accurately assess
13	changes in the resource and capacity needs
14	of the process for the review of human
15	drug applications. The capacity planning
16	methodological options and recommenda-
17	tions presented in such report shall utilize
18	and be informed by personnel time report-
19	ing data as an input. The report shall be
20	published for public comment no later than
21	the end of fiscal year 2020.
22	"(ii) Establishment and imple-
23	MENTATION.—After review of the report
24	described in clause (i) and any public com-
25	ments thereon, the Secretary shall estab-

lish a capacity planning methodology for
purposes of this paragraph, which shall—
"(I) replace the interim method-
ology under subparagraph (B);
"(II) incorporate such ap-
proaches and attributes as the Sec-
retary determines appropriate; and
"(III) be effective beginning with
the first fiscal year for which fees are
set after such capacity planning meth-
odology is established.
"(D) LIMITATION.—Under no cir-
cumstances shall an adjustment under this
paragraph result in fee revenue for a fiscal year
that is less than the sum of the amounts under
subsections $(b)(1)(A)$ (the annual base revenue
for the fiscal year) and $(b)(1)(B)$ (the dollar
amount of the inflation adjustment for the fis-
cal year).
"(E) PUBLICATION IN FEDERAL REG-
ISTER.—The Secretary shall publish in the Fed-
eral Register notice under paragraph (5) the fee
revenue and fees resulting from the adjustment
and the methodologies under this paragraph.
"(3) Operating reserve adjustment.—

1 "(A) INCREASE.—For fiscal year 2018 and 2 subsequent fiscal years, the Secretary may, in 3 addition to adjustments under paragraphs (1) 4 and (2), further increase the fee revenue and 5 fees if such an adjustment is necessary to pro-6 vide for not more than 14 weeks of operating 7 reserves of carryover user fees for the process 8 for the review of human drug applications.

9 "(B) DECREASE.—If the Secretary has 10 carryover balances for such process in excess of 11 14 weeks of such operating reserves, the Sec-12 retary shall decrease such fee revenue and fees 13 to provide for not more than 14 weeks of such 14 operating reserves.

15 "(C) NOTICE OF RATIONALE.—If an adjustment under subparagraph (A) or (B) is 16 17 made, the rationale for the amount of the in-18 crease or decrease (as applicable) in fee revenue 19 and fees shall be contained in the annual Fed-20 eral Register notice under paragraph (5) estab-21 lishing fee revenue and fees for the fiscal year 22 involved.

23 "(4) ADDITIONAL DIRECT COST ADJUST24 MENT.—

1	"(A) IN GENERAL.—The Secretary shall,
2	in addition to adjustments under paragraphs
3	(1), $(2)$ , and $(3)$ , further increase the fee rev-
4	enue and fees—
5	"(i) for fiscal year 2018, by
6	\$8,730,000; and
7	"(ii) for fiscal year 2019 and subse-
8	quent fiscal years, by the amount deter-
9	mined under subparagraph (B).
10	"(B) AMOUNT.—The amount determined
11	under this subparagraph is—
12	"(i) \$8,730,000, multiplied by
13	"(ii) the Consumer Price Index for
14	urban consumers (Washington-Baltimore,
15	DC-MD-VA-WV; Not Seasonally Adjusted;
16	All Items; Annual Index) for the most re-
17	cent year of available data, divided by such
18	Index for 2016.
19	"(5) ANNUAL FEE SETTING.—The Secretary
20	shall, not later than 60 days before the start of each
21	fiscal year that begins after September 30, 2017—
22	"(A) establish, for the next fiscal year,
23	human drug application fees and prescription
24	drug program fees under subsection (a), based
25	on the revenue amounts established under sub-

1	section (b) and the adjustments provided under
2	this subsection; and
3	"(B) publish such fee revenue and fees in
4	the Federal Register.
5	"(6) LIMIT.—The total amount of fees charged,
6	as adjusted under this subsection, for a fiscal year
7	may not exceed the total costs for such fiscal year
8	for the resources allocated for the process for the re-
9	view of human drug applications.".
10	(d) FEE WAIVER OR REDUCTION.—Section 736(d) of
11	the Federal Food, Drug, and Cosmetic Act (21 U.S.C.
12	379h(d)) is amended—
13	(1) in paragraph $(1)$ —
14	(A) by inserting "or" at the end of sub-
15	paragraph (B);
16	(B) by striking subparagraph (C); and
17	(C) by redesignating subparagraph (D) as
18	subparagraph (C);
19	(2) by striking paragraph (3) (relating to use of
20	standard costs);
21	(3) by redesignating paragraph $(4)$ as para-
22	graph (3); and
23	(4) in paragraph (3), as so redesignated—

1	(A) in subparagraphs (A) and (B), by
2	striking "paragraph (1)(D)" and inserting
3	"paragraph $(1)(C)$ "; and
4	(B) in subparagraph (B)—
5	(i) by striking clause (ii);
6	(ii) by striking "shall pay" through
7	"(i) application fees" and inserting "shall
8	pay application fees"; and
9	(iii) by striking "; and" at the end
10	and inserting a period.
11	(e) Effect of Failure to Pay Fees.—Section
12	736(e) of the Federal Food, Drug, and Cosmetic Act (21
13	U.S.C. 379h(e)) is amended by striking "all fees" and in-
14	serting "all such fees".
15	(f) Limitations.—Section $736(f)(2)$ of the Federal
16	Food, Drug, and Cosmetic Act (21 U.S.C. 379h(f)(2)) is
17	amended by striking "supplements, prescription drug es-
18	tablishments, and prescription drug products" and insert-
19	ing "prescription drug program fees".
20	(g) Crediting and Availability of Fees.—Sec-
21	tion 736(g) of the Federal Food, Drug, and Cosmetic Act
22	(21 U.S.C. 379h(g)) is amended—
23	(1) in paragraph $(3)$ —
24	(A) by striking "2013 through 2017" and
25	inserting "2018 through 2022"; and

1	(B) by striking "and paragraph (4) of this
2	subsection"; and
3	(2) by striking paragraph (4).
4	(h) Orphan Drugs.—Section 736(k) of the Federal
5	Food, Drug, and Cosmetic Act (21 U.S.C. 379h(k)) is
6	amended by striking "product and establishment fees"
7	each place it appears and inserting "prescription drug pro-

8 gram fees".

# 9 SEC. 103. REAUTHORIZATION; REPORTING REQUIREMENTS.

Section 736B of the Federal Food, Drug, and Cosmetic Act (21 U.S.C. 379h–2) is amended—

- 12 (1) in subsection (a)(1)—
- (A) in the matter before subparagraph (A),
  by striking "2013" and inserting "2018"; and
  (B) in subparagraph (A), by striking "Prescription Drug User Fee Amendments of 2012"
  and inserting "Prescription Drug User Fee
  Amendments of 2017";
- 19 (2) in subsection (b), by striking "2013" and20 inserting "2018"; and
- 21 (3) in subsection (d), by striking "2017" each
  22 place it appears and inserting "2022".

# 1 SEC. 104. SUNSET DATES.

2 (a) AUTHORIZATION.—Sections 735 and 736 of the
3 Federal Food, Drug, and Cosmetic Act (21 U.S.C. 379g;
4 379h) shall cease to be effective October 1, 2022.

5 (b) REPORTING REQUIREMENTS.—Section 736B of
6 the Federal Food, Drug, and Cosmetic Act (21 U.S.C.
7 379h-2) shall cease to be effective January 31, 2023.

8 (c) PREVIOUS SUNSET PROVISION.—Effective Octo9 ber 1, 2017, subsections (a) and (b) of section 105 of the
10 Food and Drug Administration Safety and Innovation Act
11 (Public Law 112–144) are repealed.

## 12 SEC. 105. EFFECTIVE DATE.

13 The amendments made by this title shall take effect 14 on October 1, 2017, or the date of the enactment of this 15 Act, whichever is later, except that fees under part 2 of 16 subchapter C of chapter VII of the Federal Food, Drug, 17 and Cosmetic Act shall be assessed for all human drug 18 applications received on or after October 1, 2017, regard-19 less of the date of the enactment of this Act.

## 20 SEC. 106. SAVINGS CLAUSE.

Notwithstanding the amendments made by this title,
part 2 of subchapter C of chapter VII of the Federal Food,
Drug, and Cosmetic Act, as in effect on the day before
the date of the enactment of this title, shall continue to
be in effect with respect to human drug applications and
supplements (as defined in such part as of such day) that

on or after October 1, 2012, but before October 1, 2017,
 were accepted by the Food and Drug Administration for
 filing with respect to assessing and collecting any fee re quired by such part for a fiscal year prior to fiscal year
 2018.

# 6 TITLE II—FEES RELATING TO 7 DEVICES

## 8 SEC. 201. SHORT TITLE; FINDINGS.

9 (a) SHORT TITLE.—This title may be cited as the
10 "Medical Device User Fee Amendments of 2017".

11 (b) FINDINGS.—The Congress finds that the fees au-12 thorized under the amendments made by this title will be 13 dedicated toward expediting the process for the review of device applications and for assuring the safety and effec-14 15 tiveness of devices, as set forth in the goals identified for purposes of part 3 of subchapter C of chapter VII of the 16 Federal Food, Drug, and Cosmetic Act in the letters from 17 the Secretary of Health and Human Services to the Chair-18 man of the Committee on Health, Education, Labor, and 19 20 Pensions of the Senate and the Chairman of the Com-21 mittee on Energy and Commerce of the House of Rep-22 resentatives, as set forth in the Congressional Record.

## 23 SEC. 202. DEFINITIONS.

24 Section 737 of the Federal Food, Drug, and Cosmetic
25 Act (21 U.S.C. 379i) is amended—

1	(1) by redesignating paragraphs $(8)$ through
2	(13) as paragraphs $(9)$ through $(14)$ , respectively;
3	(2) by inserting after paragraph $(7)$ the fol-
4	lowing new paragraph:
5	"(8) The term 'de novo classification request'
6	means a request made under section $513(f)(2)(A)$
7	with respect to the classification of a device.";
8	(3) in subparagraph $(D)$ of paragraph $(10)$ (as
9	redesignated by paragraph $(1)$ ), by striking "and
10	submissions" and inserting "submissions, and de
11	novo classification requests"; and
12	(4) in paragraph $(11)$ (as redesignated by para-
13	graph $(1)$ ), by striking "2011" and inserting
14	<i>"</i> 2016 <i>"</i> .
15	SEC. 203. AUTHORITY TO ASSESS AND USE DEVICE FEES.
16	(a) Types of Fees.—Section 738(a) of the Federal
17	Food, Drug, and Cosmetic Act (21 U.S.C. 379j(a)) is
18	amended—
19	(1) in paragraph $(1)$ , by striking "fiscal year
20	2013" and inserting "fiscal year 2018"; and
21	(2) in paragraph $(2)$ —
22	(A) in subparagraph (A)—
23	(i) in the matter preceding clause (i),
24	by striking "October 1, 2012" and insert-

1	(ii) in clause (viii), by striking "2"
2	and inserting "3.4"; and
3	(iii) by adding at the end the fol-
4	lowing new clause:
5	"(xi) For a de novo classification re-
6	quest, a fee equal to 30 percent of the fee
7	that applies under clause (i)."; and
8	(B) in subparagraph $(B)(v)(I)$ , by striking
9	"or premarket notification submission" and in-
10	serting "premarket notification submission, or
11	de novo classification request".
12	(b) FEE AMOUNTS.—Section 738(b) of the Federal
12	
13	Food, Drug, and Cosmetic Act (21 U.S.C. 379j(b)) is
13	Food, Drug, and Cosmetic Act (21 U.S.C. 379j(b)) is
13 14	Food, Drug, and Cosmetic Act (21 U.S.C. 379j(b)) is amended to read as follows:
13 14 15	Food, Drug, and Cosmetic Act (21 U.S.C. 379j(b)) is amended to read as follows: "(b) FEE AMOUNTS.—
13 14 15 16	Food, Drug, and Cosmetic Act (21 U.S.C. 379j(b)) is amended to read as follows: "(b) FEE AMOUNTS.— "(1) IN GENERAL.—Subject to subsections (c),
<ol> <li>13</li> <li>14</li> <li>15</li> <li>16</li> <li>17</li> </ol>	Food, Drug, and Cosmetic Act (21 U.S.C. 379j(b)) is amended to read as follows: "(b) FEE AMOUNTS.— "(1) IN GENERAL.—Subject to subsections (c), (d), (e), and (h), for each of fiscal years 2018
<ol> <li>13</li> <li>14</li> <li>15</li> <li>16</li> <li>17</li> <li>18</li> </ol>	<ul> <li>Food, Drug, and Cosmetic Act (21 U.S.C. 379j(b)) is amended to read as follows:</li> <li>"(b) FEE AMOUNTS.—</li> <li>"(1) IN GENERAL.—Subject to subsections (c),</li> <li>(d), (e), and (h), for each of fiscal years 2018 through 2022, fees under subsection (a) shall be de-</li> </ul>
<ol> <li>13</li> <li>14</li> <li>15</li> <li>16</li> <li>17</li> <li>18</li> <li>19</li> </ol>	<ul> <li>Food, Drug, and Cosmetic Act (21 U.S.C. 379j(b)) is amended to read as follows:</li> <li>"(b) FEE AMOUNTS.—</li> <li>"(1) IN GENERAL.—Subject to subsections (c),</li> <li>(d), (e), and (h), for each of fiscal years 2018 through 2022, fees under subsection (a) shall be derived from the base fee amounts specified in para-</li> </ul>
<ol> <li>13</li> <li>14</li> <li>15</li> <li>16</li> <li>17</li> <li>18</li> <li>19</li> <li>20</li> </ol>	<ul> <li>Food, Drug, and Cosmetic Act (21 U.S.C. 379j(b)) is amended to read as follows:</li> <li>"(b) FEE AMOUNTS.—</li> <li>"(1) IN GENERAL.—Subject to subsections (c),</li> <li>(d), (e), and (h), for each of fiscal years 2018 through 2022, fees under subsection (a) shall be derived from the base fee amounts specified in paragraph (2), to generate the total revenue amounts</li> </ul>
<ol> <li>13</li> <li>14</li> <li>15</li> <li>16</li> <li>17</li> <li>18</li> <li>19</li> <li>20</li> <li>21</li> </ol>	<ul> <li>Food, Drug, and Cosmetic Act (21 U.S.C. 379j(b)) is amended to read as follows:</li> <li>"(b) FEE AMOUNTS.—</li> <li>"(1) IN GENERAL.—Subject to subsections (c),</li> <li>(d), (e), and (h), for each of fiscal years 2018 through 2022, fees under subsection (a) shall be derived from the base fee amounts specified in paragraph (2), to generate the total revenue amounts specified in paragraph (3).</li> </ul>

		<b>4T</b>				
	"Fee Type	Fiscal Year 2018	Fiscal Year 2019	Fiscal Year 2020	Fiscal Year 2021	Fiscal Year 2022
	Premarket Application Establishment Registration		\$300,000 \$4,548	\$310,000 \$4,760	\$328,000 \$4,975	\$329,000 \$4,978
1	"(3) TOTAL	REVEN	UE AM(	OUNTS	SPECIF	IED.—
2	For purposes of	f paragr	raph (1	), the	total r	evenue
3	amounts specifie	d in thi	s parag	raph a	re as f	ollows:
4	"(A) \$2	183,280,	756 for	fiscal	year 20	18.
5	"(B) \$	190,654,	875 for	fiscal	year 20	19.
6	"(C) \$2	200,132,	014 for	fiscal	year 20	20.
7	"(D) \$	211,748	,789 for	• fiscal	year 20	21.
8	"(E) \$	213,687	,660 for	r fiscal	year 2	022.".
9	(c) Annual Fee	SETTIN	ig; Adj	USTME	NTS.—S	Section
10	738(c) of the Federal	Food, 1	Drug, a	nd Cos	metic A	let (21
11	U.S.C. 379j(c)) is amo	ended—				
12	(1) in para	graph (1	1), by s	striking	: "2012	" and
13	inserting "2017"	;				
14	(2) in parag	raph (2)	)			
15	(A) in	subpa	ragraph	n (A),	by s	triking
16	"2014" and	insertin	g ''201	8";		
17	(B) by	striking	; subpa	ragrapl	n (B) a	nd in-
18	serting the f	following	; new su	ıbparag	raph:	
19	"(B)	Applica	BLE I	NFLATI	ION AI	DJUST-
20	MENT.—The	e applica	ble infl	ation a	djustme	ent for
21	fiscal year	2018 a	ind eac	h subs	sequent	fiscal
		_	_			

year is the product of—

24

1	"(i) the base inflation adjustment
2	under subparagraph (C) for such fiscal
3	year; and
4	"(ii) the product of the base inflation
5	adjustment under subparagraph (C) for
6	each of the fiscal years preceding such fis-
7	cal year, beginning with fiscal year 2016.";
8	(C) in subparagraph (C), in the heading,
9	by striking "TO TOTAL REVENUE AMOUNTS";
10	and
11	(D) by amending subparagraph (D) to
12	read as follows:
13	"(D) Adjustment to base fee
14	AMOUNTS.—For each of fiscal years 2018
15	through 2022, the Secretary shall—
16	"(i) adjust the base fee amounts spec-
17	ified in subsection $(b)(2)$ for such fiscal
18	year by multiplying such amounts by the
19	applicable inflation adjustment under sub-
20	paragraph (B) for such year; and
21	"(ii) if the Secretary determines nec-
22	essary, increase (in addition to the adjust-
23	ment under clause (i)) such base fee
24	amounts, on a uniform proportionate basis,
25	to generate the total revenue amounts

1	under subsection $(b)(3)$ , as adjusted for in-
2	flation under subparagraph (A)."; and
3	(3) in paragraph (3)—
4	(A) by striking "2014 through 2017" and
5	inserting "2018 through 2022"; and
6	(B) by striking "further adjusted" and in-
7	serting "increased".
8	(d) Small Businesses; Fee Waiver and Fee Re-
9	DUCTION REGARDING PREMARKET APPROVAL FEES.—
10	Section 738(d) of the Federal Food, Drug, and Cosmetic
11	Act (21 U.S.C. 379j(d)) is amended—
12	(1) in paragraph (1), by striking "specified in
13	clauses (i) through (v) and clauses (vii), (ix), and
14	(x)" and inserting "specified in clauses (i) through
15	(vii) and clauses (ix), (x), and (xi)"; and
16	(2) in paragraph $(2)(C)$ —
17	(A) by striking "supplement, or" and in-
18	serting "supplement,"; and
19	(B) by inserting ", or a de novo classifica-
20	tion request" after "class III device".
21	(e) Small Businesses; Fee Reduction Regard-
22	ING PREMARKET NOTIFICATION SUBMISSIONS.—Section
23	738(e)(2)(C) of the Federal Food, Drug, and Cosmetic
24	Act (21 U.S.C. 379j(e)(2)(C)) is amended by striking
25	"50" and inserting "25".

1	(f) FEE WAIVER OR REDUCTION.—
2	(1) REPEAL.—Section 738 of the Federal Food,
3	Drug, and Cosmetic Act (21 U.S.C. 379j) is amend-
4	ed by striking subsection (f).
5	(2) Conforming changes.—
6	(A) Section $515(c)(4)(A)$ of the Federal
7	Food, Drug, and Cosmetic Act (21 U.S.C.
8	360e(c)(4)(A)) is amended by striking "738(h)"
9	and inserting "738(g)".
10	(B) Section 738 of the Federal Food,
11	Drug, and Cosmetic Act (21 U.S.C. 379j), as
12	amended by paragraph (1), is further amend-
13	ed—
14	(i) by redesignating subsections (g)
15	through (l) as subsections (f) through (k);
16	(ii) in subsection $(a)(2)(A)$ , by strik-
17	ing "(d), (e), and (f)" and inserting "(d)
18	and (e)"; and
19	(iii) in subsection (a)(3)(A), by strik-
20	ing "and subsection (f)".
21	(g) EFFECT OF FAILURE TO PAY FEES.—Subsection
22	(f)(1), as redesignated, of section 738 of the Federal
23	Food, Drug, and Cosmetic Act (21 U.S.C. 379j) is amend-
24	ed—

1 (1) by striking "or periodic reporting con-2 cerning a class III device" and inserting "periodic 3 reporting concerning a class III device, or de novo classification request"; and 4 (2) by striking "all fees" and inserting "all 5 6 such fees". 7 (h) CONDITIONS.—Subsection (g)(1)(A), as redesig-8 nated, of section 738 of the Federal Food, Drug, and Cos-9 metic Act (21 U.S.C. 379j) is amended by striking "\$280,587,000" and inserting "\$320,825,000". 10 (i) CREDITING AND AVAILABILITY OF FEES.—Sub-11 12 section (h), as redesignated, of section 738 of the Federal Food, Drug, and Cosmetic Act (21 U.S.C. 379i) is amend-13 14 ed— 15 (1) in paragraph (3)— (A) by striking "2013 through 2017" and 16 17 inserting "2018 through 2022"; and 18 (B) by striking "subsection (c)" and all 19 that follows through the period at the end and 20 inserting "subsection (c)."; and 21 (2) by striking paragraph (4). 22 SEC. 204. REAUTHORIZATION; REPORTING REQUIREMENTS. 23 (a) PERFORMANCE REPORTS.—Section 738A(a) of 24 the Federal Food, Drug, and Cosmetic Act (21 U.S.C. 379j-1(a)) is amended— 25

1	(1) in paragraph $(1)$ —
2	(A) in subparagraph (A)—
3	(i) by striking "2013" and inserting
4	"2018"; and
5	(ii) by striking "the Medical Device
6	User Fee Amendments of 2012" and in-
7	serting "Medical Device User Fee Amend-
8	ments of 2017"; and
9	(B) in subparagraph (B), by striking "the
10	Medical Device User Fee Amendments of
11	2012" and inserting "Medical Device User Fee
12	Amendments of 2017"; and
13	(2) in paragraph (2), by striking " $2013$
14	through 2017" and inserting "2018 through 2022".
15	(b) REAUTHORIZATION.—Section 738A(b) of the
16	Federal Food, Drug, and Cosmetic Act (21 U.S.C. 379j-
17	1(b)) is amended—
18	(1) in paragraph $(1)$ , by striking "2017" and
19	inserting "2022"; and
20	(2) in paragraph $(5)$ , by striking "2017" and
21	inserting "2022".
22	SEC. 205. CONFORMITY ASSESSMENT PILOT PROGRAM.
23	(a) IN GENERAL.—Section 514 of the Federal Food,
24	Drug, and Cosmetic Act (21 U.S.C. 360d) is amended by
25	adding at the end the following:

"(d) PILOT ACCREDITATION SCHEME FOR CON FORMITY ASSESSMENT.—

3 "(1) IN GENERAL.—The Secretary shall estab4 lish a pilot program under which—

5 "(A) testing laboratories may be accred6 ited, by accreditation bodies meeting criteria
7 specified by the Secretary, to assess the con8 formance of a device with certain standards rec9 ognized under this section; and

10 "(B) subject to paragraph (2), determina-11 tions by testing laboratories so accredited that 12 a device conforms with such standard or stand-13 ards shall be accepted by the Secretary for pur-14 poses of demonstrating such conformity under 15 this section unless the Secretary finds that a 16 particular such determination shall not be so 17 accepted.

18 "(2) SECRETARIAL REVIEW OF ACCREDITED
19 LABORATORY DETERMINATIONS.—The Secretary
20 may—

21 "(A) review determinations by testing lab22 oratories accredited pursuant to this subsection,
23 including by conducting periodic audits of such
24 determinations or processes of accredited bodies
25 or testing laboratories and, following such re-

view, taking additional measures under this
Act, such as suspension or withdrawal of accreditation of such testing laboratory under
paragraph (1)(A) or requesting additional information with respect to such device, as the Secretary determines appropriate; and

7 "(B) if the Secretary becomes aware of in-8 formation materially bearing on safety or effec-9 tiveness of a device assessed for conformity by 10 a testing laboratory so accredited, take such ad-11 ditional measures under this Act as the Sec-12 retary determines appropriate, such as suspen-13 sion or withdrawal of accreditation of such test-14 ing laboratory under paragraph (1)(A), or re-15 questing additional information with regard to such device. 16

# 17 "(3) Implementation and reporting.—

18 "(A) PUBLIC MEETING.—The Secretary 19 shall publish in the Federal Register a notice of 20 a public meeting to be held no later than Sep-21 tember 30, 2018, to discuss and obtain input 22 and recommendations from stakeholders regard-23 ing the goals and scope of, and a suitable 24 framework and procedures and requirements 25 for, the pilot program under this subsection.

1	"(B) PILOT PROGRAM GUIDANCE.—The
2	Secretary shall—
3	"(i) not later than September 30,
4	2019, issue draft guidance regarding the
5	goals and implementation of the pilot pro-
6	gram under this subsection; and
7	"(ii) not later than September 30,
8	2021, issue final guidance with respect to
9	the implementation of such program.
10	"(C) PILOT PROGRAM INITIATION.—Not
11	later than September 30, 2020, the Secretary
12	shall initiate the pilot program under this sub-
13	section.
14	"(D) REPORT.—The Secretary shall make
15	available on the website of the Food and Drug
16	Administration an annual report on the
17	progress of the pilot program under this sub-
18	section.
19	"(4) SUNSET.—As of October 1, 2022—
20	"(A) the authority for accreditation bodies
21	to accredit testing laboratories pursuant to
22	paragraph (1)(A) shall cease to have force or
23	effect;
24	"(B) the Secretary—

1	"(i) may not accept a determination
2	pursuant to paragraph (1)(B) made by a
3	testing laboratory after such date; and
4	"(ii) may accept such a determination
5	made prior to such date;
6	"(C) except for purposes of accepting a de-
7	termination described in subparagraph (B)(ii),
8	the Secretary shall not continue to recognize
9	the accreditation of testing laboratories accred-
10	ited under paragraph $(1)(A)$ ; and
11	"(D) the Secretary may take actions in ac-
12	cordance with paragraph $(2)$ with respect to the
13	determinations made prior to such date and
14	recognition of the accreditation of testing lab-
15	oratories pursuant to determinations made
16	prior to such date.".
17	SEC. 206. REAUTHORIZATION OF REVIEW.
18	Section 523 of the Federal Food, Drug, and Cosmetic
19	Act (21 U.S.C. 360m) is amended—
20	(1) in subsection $(a)(3)$ —
21	(A) in subparagraph (A), by striking
22	clauses (ii) and (iii) and inserting the following:
23	"(ii) a device classified under section
24	513(f)(2) or designated under section
25	515C(d); or

1	"(iii) a device that is of a type, or
2	subset of a type, listed as not eligible for
3	review under subparagraph (B)(iii).";
4	(B) by striking subparagraph (B) and in-
5	serting the following:
6	"(B) DESIGNATION FOR REVIEW.—The
7	Secretary shall—
8	"(i) issue draft guidance on the fac-
9	tors the Secretary will use in determining
10	whether a class I or class II device type, or
11	subset of such device types, is eligible for
12	review by an accredited person, includ-
13	ing
14	"(I) the risk of the device type,
15	or subset of such device type; and
16	"(II) whether the device type, or
17	subset of such device type, is perma-
18	nently implantable, life sustaining, or
19	life supporting;
20	"(ii) not later than 24 months after
21	the date on which the Secretary issues
22	such draft guidance, finalize such guid-
23	ance; and
24	"(iii) beginning on the date such guid-
25	ance is finalized, designate and post on the

1	Internet website of the Food and Drug Ad-
2	ministration, an updated list of class I and
3	class II device types, or subsets of such de-
4	vice types, and the Secretary's determina-
5	tion with respect to whether each such de-
6	vice type, or subset of a device type, is eli-
7	gible or not eligible for review by an ac-
8	credited person under this section based on
9	the factors described in clause (i)."; and
10	(C) by adding at the end the following:
11	"(C) INTERIM RULE.—Until the date on
12	which the updated list is designated and posted
13	in accordance with subparagraph (B)(iii), the
14	list in effect on the date of enactment the Med-
15	ical Device User Fee Amendments of 2017 shall
16	be in effect.";
17	(2) in subsection (b)—
18	(A) in paragraph (2)—
19	(i) by striking subparagraph (D); and
20	(ii) by redesignating subparagraph
21	(E) as subparagraph (D); and
22	(B) in paragraph (3)—
23	(i) by redesignating subparagraph (E)
24	as subparagraph (F);

1	(ii) in subparagraph (F) (as so redes-
2	ignated), by striking "The operations of"
3	and all that follows through "it will—"
4	and inserting "Such person shall agree, at
5	a minimum, to include in its request for
6	accreditation a commitment to, at the time
7	of accreditation, and at any time it is per-
8	forming any review pursuant to this sec-
9	tion—"; and
10	(iii) by inserting after subparagraph
11	(D) the following new subparagraph:
12	"(E) The operations of such person shall
13	be in accordance with generally accepted profes-
14	sional and ethical business practices."; and
15	(3) in subsection (c), by striking "2017" and
16	inserting "2022".
17	SEC. 207. ELECTRONIC FORMAT FOR SUBMISSIONS.
18	Section 745A(b) of the Federal Food, Drug, and Cos-
19	metic Act (21 U.S.C. 379k–1(b)) is amended by adding
20	at the end the following new paragraph:
21	"(3) Presubmissions and submissions sole-
22	LY IN ELECTRONIC FORMAT.—
23	"(A) IN GENERAL.—Beginning on such
24	date as the Secretary specifies in final guidance
25	issued under subparagraph (C), presubmissions

1	and submissions for devices described in para-
2	graph $(1)$ (and any appeals of action taken by
3	the Secretary with respect to such
4	presubmissions or submissions) shall be sub-
5	mitted solely in such electronic format as speci-
6	fied by the Secretary in such guidance.
7	"(B) DRAFT GUIDANCE.—The Secretary
8	shall, not later than October 1, 2019, issue
9	draft guidance providing for—
10	"(i) any further standards for the
11	submission by electronic format required
12	under subparagraph (A);
13	"(ii) a timetable for the establishment
14	by the Secretary of such further standards;
15	and
16	"(iii) criteria for waivers of and ex-
17	emptions from the requirements of this
18	subsection.
19	"(C) FINAL GUIDANCE.—The Secretary
20	shall, not later than 12 months after the close
21	of the public comment period on the draft guid-
22	ance issued under subparagraph (B), issue final
23	guidance described in clauses (i) through (iii) of
24	such subparagraph.".

# 1 SEC. 208. SAVINGS CLAUSE.

2 Notwithstanding the amendments made by this title, 3 part 3 of subchapter C of chapter VII of the Federal Food, Drug, and Cosmetic Act (21 U.S.C. 379i et seq.), as in 4 5 effect on the day before the date of the enactment of this title, shall continue to be in effect with respect to the sub-6 7 missions listed in section 738(a)(2)(A) of such Act (as de-8 fined in such part as of such day) that on or after October 9 1, 2012, but before October 1, 2017, were accepted by the Food and Drug Administration for filing with respect 10 11 to assessing and collecting any fee required by such part for a fiscal year prior to fiscal year 2018. 12

#### 13 SEC. 209. EFFECTIVE DATE.

14 The amendments made by this title shall take effect 15 on October 1, 2017, or the date of the enactment of this 16 Act, whichever is later, except that fees under part 3 of 17 subchapter C of chapter VII of the Federal Food, Drug, and Cosmetic Act shall be assessed for all submissions list-18 19 ed in section 738(a)(2)(A) of such Act received on or after 20 October 1, 2017, regardless of the date of the enactment 21 of this Act.

# 22 SEC. 210. SUNSET CLAUSE.

(a) AUTHORIZATION.—Sections 737 and 738 of the
Federal Food, Drug, and Cosmetic Act (21 U.S.C. 739i;
739j) shall cease to be effective October 1, 2022.

(b) REPORTING REQUIREMENTS.—Section 738A (21
 U.S.C. 739j-1) of the Federal Food, Drug, and Cosmetic
 Act (regarding reauthorization and reporting require ments) shall cease to be effective January 31, 2023.

5 (c) Previous Sunset Provision.—

6 (1) IN GENERAL.—Effective October 1, 2017,
7 section 207(a) of the Medical Device User Fee
8 Amendments of 2012 (Public Law 112–144) is re9 pealed.

10 (2) CONFORMING AMENDMENT.—The Food and
11 Drug Administration Safety and Innovation Act
12 (Public Law 112–144) is amended in the table of
13 contents in section 2 by striking the item relating to
14 section 207.

# 15 TITLE III—FEES RELATING TO 16 GENERIC DRUGS

### 17 SEC. 301. SHORT TITLE; FINDING.

18 (a) SHORT TITLE.—This title may be cited as the19 "Generic Drug User Fee Amendments of 2017".

(b) FINDING.—The Congress finds that the fees authorized by the amendments made in this title will be dedicated to human generic drug activities, as set forth in the
goals identified for purposes of part 7 of subchapter C
of chapter VII of the Federal Food, Drug, and Cosmetic
Act, in the letters from the Secretary of Health and

Human Services to the Chairman of the Committee on
 Health, Education, Labor, and Pensions of the Senate and
 the Chairman of the Committee on Energy and Commerce
 of the House of Representatives, as set forth in the Con gressional Record.

# 6 SEC. 302. DEFINITIONS.

7 Section 744A of the Federal Food, Drug, and Cos8 metic Act (21 U.S.C. 379j-41) is amended—

9	(1) in paragraph $(1)(B)$ , by striking "applica-
10	tion for a positron emission tomography drug." and
11	inserting "application—
12	"(i) for a positron emission tomog-
13	raphy drug; or
14	"(ii) submitted by a State or Federal
15	governmental entity for a drug that is not
16	distributed commercially."; and
17	(2) by redesignating paragraphs $(5)$ through
18	(12) as paragraphs $(6)$ through $(13)$ , respectively;
19	and
20	(3) by inserting after paragraph $(4)$ the fol-
21	lowing:
22	"(5) The term 'contract manufacturing organi-
23	zation facility' means a manufacturing facility of a
24	finished dosage form of a drug approved pursuant to

an abbreviated new drug application, where such

1	manufacturing facility is not identified in an ap-
2	proved abbreviated new drug application held by the
3	owner of such facility or an affiliate of such owner
4	or facility.".
5	SEC. 303. AUTHORITY TO ASSESS AND USE HUMAN GE-
6	NERIC DRUG FEES.
7	(a) Types of Fees.—Section 744B(a) of the Fed-
8	eral Food, Drug, and Cosmetic Act (21 U.S.C. 379j-
9	42(a)) is amended—
10	(1) in the matter preceding paragraph (1), by
11	striking "fiscal year 2013" and inserting "fiscal year
12	2018'';
13	(2) in paragraph (1), by adding at the end the
14	following:
15	"(E) SUNSET.—This paragraph shall cease
16	to be effective October 1, 2022.".
17	(3) in paragraph (2)—
18	(A) by amending subparagraph (C) to read
19	as follows:
20	"(C) NOTICE.—Not later than 60 days be-
21	fore the start of each of fiscal years 2018
22	through 2022, the Secretary shall publish in the
23	Federal Register the amount of the drug mas-
24	ter file fee established by this paragraph for
25	such fiscal year."; and

1	(B) in subparagraph (E)—
2	(i) in clause (i)—
3	(I) by striking "no later than the
4	date" and inserting "on the earlier
5	of—
6	"(I) the date";
7	(II) by striking the period and
8	inserting "; or"; and
9	(III) by adding at the end the
10	following:
11	"(II) the date on which the drug
12	master file holder requests the initial
13	completeness assessment."; and
14	(ii) in clause (ii), by striking "notice
15	provided for in clause (i) or (ii) of subpara-
16	graph (C), as applicable' and inserting
17	"notice provided for in subparagraph (C)";
18	(4) in paragraph $(3)$ —
19	(A) in the heading, by striking "AND
20	PRIOR APPROVAL SUPPLEMENT";
21	(B) in subparagraph (A), by striking "or a
22	prior approval supplement to an abbreviated
23	new drug application'';
24	(C) by amending subparagraphs (B) and
25	(C) to read as follows:

1	"(B) NOTICE.—Not later than 60 days be-
2	fore the start of each of fiscal years 2018
3	through 2022, the Secretary shall publish in the
4	Federal Register the amount of the fees under
5	subparagraph (A) for such fiscal year.
6	"(C) FEE DUE DATE.—The fees required
7	by subparagraphs (A) and (F) shall be due no
8	later than the date of submission of the abbre-
9	viated new drug application or prior approval
10	supplement for which such fee applies.";
11	(D) in subparagraph (D)—
12	(i) in the heading, by inserting ", IS
13	WITHDRAWN PRIOR TO BEING RECEIVED,
14	OR IS NO LONGER RECEIVED" after "RE-
15	CEIVED'';
16	(ii) by striking "The Secretary shall"
17	and all that follows through the period and
18	inserting the following:
19	"(i) Applications not considered
20	TO HAVE BEEN RECEIVED AND APPLICA-
21	TIONS WITHDRAWN PRIOR TO BEING RE-
22	CEIVED.—The Secretary shall refund 75
23	percent of the fee paid under subparagraph
24	(A) for any abbreviated new drug applica-
25	tion that the Secretary considers not to

1	have been received within the meaning of
2	section $505(j)(5)(A)$ for a cause other than
3	failure to pay fees, or that has been with-
4	drawn prior to being received within the
5	meaning of section 505(j)(5)(A).
6	"(ii) Applications no longer re-
7	CEIVED.—The Secretary shall refund 100
8	percent of the fee paid under subparagraph
9	(A) for any abbreviated new drug applica-
10	tion if the Secretary initially receives the
11	application under section $505(j)(5)(A)$ and
12	subsequently determines that an exclusivity
13	period for a listed drug should have pre-
14	vented the Secretary from receiving such
15	application, such that the abbreviated new
16	drug application is no longer received with-
17	in the meaning of section $505(j)(5)(A)$ .";
18	(E) in subparagraph (E), by striking "or
19	prior approval supplement"; and
20	(F) in the matter preceding clause (i) of
21	subparagraph (F)—
22	(i) by striking "2012" and inserting
23	"2017"; and
24	(ii) by striking "subsection $(d)(3)$ "
25	and inserting "subsection (d)(2)";

1	(5) in paragraph (4)—
2	(A) in subparagraph (A)—
3	(i) in the matter preceding clause (i)
4	and in clause (iii), by striking ", or in-
5	tended to be identified, in at least one ge-
6	neric drug submission that is pending or"
7	and inserting "in at least one generic drug
8	submission that is";
9	(ii) in clause (i), by striking "or in-
10	tended to be identified in at least one ge-
11	neric drug submission that is pending or"
12	and inserting "in at least one generic drug
13	submission that is";
14	(iii) in clause (ii), by striking "pro-
15	duces," and all that follows through "such
16	a" and inserting "is identified in at least
17	one generic drug submission in which the
18	facility is approved to produce one or more
19	active pharmaceutical ingredients or in a
20	Type II active pharmaceutical ingredient
21	drug master file referenced in at least one
22	such"; and
23	(iv) in clause (iii), by striking "to fees
24	under both such clauses" and inserting

1	"only to the fee attributable to the manu-
2	facture of the finished dosage forms"; and
3	(B) by amending subparagraphs (C) and
4	(D) to read as follows:
5	"(C) NOTICE.—Within the timeframe spec-
6	ified in subsection $(d)(1)$ , the Secretary shall
7	publish in the Federal Register the amount of
8	the fees under subparagraph (A) for such fiscal
9	year.".
10	"(D) FEE DUE DATE.—For each of fiscal
11	years 2018 through 2022, the fees under sub-
12	paragraph (A) for such fiscal year shall be due
13	on the later of—
14	"(i) the first business day on or after
15	October 1 of each such year; or
16	"(ii) the first business day after the
17	enactment of an appropriations Act pro-
18	viding for the collection and obligation of
19	fees for such year under this section for
20	such year.";
21	(6) by redesignating paragraph $(5)$ as para-
22	graph $(6)$ ; and
23	(7) by inserting after paragraph $(4)$ the fol-
24	lowing:

1	"(5) GENERIC DRUG APPLICANT PROGRAM
2	FEE.—
3	"(A) IN GENERAL.—A generic drug appli-
4	cant program fee shall be assessed annually as
5	described in subsection $(b)(2)(E)$ .
6	"(B) Amount.—The amount of fees estab-
7	lished under subparagraph (A) shall be estab-
8	lished under subsection (d).
9	"(C) NOTICE.—Within the timeframe spec-
10	ified in subsection $(d)(1)$ , the Secretary shall
11	publish in the Federal Register the amount of
12	the fees under subparagraph (A) for such fiscal
13	year.
14	"(D) FEE DUE DATE.—For each of fiscal
15	years 2018 through 2022, the fees under sub-
16	paragraph (A) for such fiscal year shall be due
17	on the later of—
18	"(i) the first business day on or after
19	October 1 of each such fiscal year; or
20	"(ii) the first business day after the
21	date of enactment of an appropriations Act
22	providing for the collection and obligation
23	of fees for such fiscal year under this sec-
24	tion for such fiscal year.".

1	(b) Fee Revenue Amounts.—Section 744B(b) of
2	the Federal Food, Drug, and Cosmetic Act (21 U.S.C.
3	379j–42(b)) is amended—
4	(1) in paragraph $(1)$ —
5	(A) in subparagraph (A)—
6	(i) in the heading, by striking "2013"
7	and inserting "2018";
8	(ii) by striking "2013" and inserting
9	<i>``2018'';</i>
10	(iii) by striking "\$299,000,000" and
11	inserting "\$493,600,000"; and
12	(iv) by striking "Of that amount" and
13	all that follows through the end of clause
14	(ii); and
15	(B) in subparagraph (B)—
16	(i) in the heading, by striking "2014
17	THROUGH 2017" and inserting "2019
18	THROUGH 2022";
19	(ii) by striking "2014 through 2017"
20	and inserting "2019 through 2022";
21	(iii) by striking "paragraphs (2)
22	through (4)" and inserting "paragraphs
23	(2) through $(5)$ "; and
24	(iv) by striking "\$299,000,000" and
25	inserting "\$493,600,000"; and

1	(2) in paragraph (2)—
2	(A) in the matter preceding subparagraph
3	(A)—
4	(i) by striking "paragraph $(1)(A)(ii)$
5	for fiscal year 2013 and paragraph $(1)(B)$
6	for each of fiscal years 2014 through
7	2017" and inserting "such paragraph for a
8	fiscal year"; and
9	(ii) by striking "through (4)" and in-
10	serting "through (5)";
11	(B) in subparagraph (A), by striking "Six
12	percent" and inserting "Five percent";
13	(C) by amending subparagraphs (B) and
14	(C) to read as follows:
15	"(B) Thirty-three percent shall be derived
16	from fees under subsection $(a)(3)$ (relating to
17	abbreviated new drug applications).
18	"(C) Twenty percent shall be derived from
19	fees under subsection $(a)(4)(A)(i)$ (relating to
20	generic drug facilities). The amount of the fee
21	for a contract manufacturing organization facil-
22	ity shall be equal to one-third the amount of the
23	fee for a facility that is not a contract manufac-
24	turing organization facility. The amount of the
25	fee for a facility located outside the United

1	States and its territories and possessions shall
2	be \$15,000 higher than the amount of the fee
3	for a facility located in the United States and
4	its territories and possessions.";
5	(D) in subparagraph (D)—
6	(i) by striking "Fourteen percent"
7	and inserting "Seven percent";
8	(ii) by striking "not less than \$15,000
9	and not more than \$30,000" and inserting
10	"\$15,000"; and
11	(iii) by striking ", as determined" and
12	all that follows through the period at the
13	end and inserting a period; and
14	(E) by adding at the end the following:
15	"(E)(i) Thirty-five percent shall be derived
16	from fees under subsection $(a)(5)$ (relating to
17	generic drug applicant program fees). For pur-
18	poses of this subparagraph, if a person has af-
19	filiates, a single program fee shall be assessed
20	with respect to that person, including its affili-
21	ates, and may be paid by that person or any
22	one of its affiliates. The Secretary shall deter-
23	mine the fees as follows:
24	"(I) If a person (including its affili-
25	ates) owns at least one but not more than

1	5 approved abbreviated new drug applica-
2	tions on the due date for the fee under this
3	subsection, the person (including its affili-
4	ates) shall be assessed a small business ge-
5	neric drug applicant program fee equal to
6	one-tenth of the large size operation ge-
7	neric drug applicant program fee.
8	"(II) If a person (including its affili-
9	ates) owns at least 6 but not more than 19

9 ates) owns at least 6 but not more than 19 10 approved abbreviated new drug applica-11 tions on the due date for the fee under this 12 subsection, the person (including its affili-13 ates) shall be assessed a medium size oper-14 ation generic drug applicant program fee 15 equal to two-fifths of the large size oper-16 ation generic drug applicant program fee.

17 "(III) If a person (including its affili18 ates) owns 20 or more approved abbre19 viated new drug applications on the due
20 date for the fee under this subsection, the
21 person (including its affiliates) shall be as22 sessed a large size operation generic drug
23 applicant program fee.

24 "(ii) For purposes of this subparagraph,25 an abbreviated new drug application shall be

1	deemed not to be approved if the applicant has
2	submitted a written request for withdrawal of
3	approval of such abbreviated new drug applica-
4	tion by April 1 of the previous fiscal year.".
5	(c) Adjustments.—Section 744B(c) of the Federal
6	Food, Drug, and Cosmetic Act (21 U.S.C. 379j-42(c)) is
7	amended—
8	(1) in paragraph $(1)$ —
9	(A) by striking "2014" and inserting
10	<i>"2019"</i> ;
11	(B) by inserting "to equal the product of
12	the total revenues established in such notice for
13	the prior fiscal year multiplied" after "a fiscal
14	year,"; and
15	(C) by striking the flush text following
16	subparagraph (C); and
17	(2) in paragraph $(2)$ —
18	(A) by striking "2017" each place it ap-
19	pears and inserting "2022";
20	(B) by striking "the first 3 months of fis-
21	cal year 2018" and inserting "the first 3
22	months of fiscal year 2023"; and
23	(C) by striking "Such fees may only be
24	used in fiscal year 2018.".

1 (d) ANNUAL FEE SETTING.—Section 744B(d) of the 2 Federal Food, Drug, and Cosmetic Act (21 U.S.C. 379j-3 42(d)) is amended—

4 (1) by striking paragraphs (1) and (2) and in-5 serting the following:

6 "(1) FISCAL YEARS 2018 THROUGH 2022.—Not 7 more than 60 days before the first day of each of 8 fiscal years 2018 through 2022, the Secretary shall 9 establish the fees described in paragraphs (2) 10 through (5) of subsection (a), based on the revenue 11 amounts established under subsection (b) and the 12 adjustments provided under subsection (c).";

13 (2) by redesignating paragraph (3) as para-14 graph (2); and

15 (3) in paragraph (2) (as so redesignated), in 16 the matter preceding subparagraph (A), by striking 17 "fees under paragraphs (1) and (2)" and inserting 18 "fee under paragraph (1)".

19 FACILITIES.—Section IDENTIFICATION (e) OF 20 744B(f) of the Federal Food, Drug, and Cosmetic Act (21 21 U.S.C. 379j-42(f) is amended—

22 (1) by striking paragraph (1);

23 (2) by redesignating paragraphs (2) through 24 (4) as paragraphs (1) through (3), respectively; 25

(3) in paragraph (1) (as so redesignated)—

1	(A) by striking "paragraph (4)" and in-
2	serting "paragraph (3)"; and
3	(B) by striking "Such information shall"
4	and all that follows through the end of subpara-
5	graph (B) and inserting "Such information
6	shall, for each fiscal year, be submitted, up-
7	dated, or reconfirmed on or before June 1 of
8	the previous fiscal year."; and
9	(4) in paragraph (2), as so redesignated—
10	(A) in the heading, by striking "CONTENTS
11	OF NOTICE" and inserting "INFORMATION RE-
12	QUIRED TO BE SUBMITTED'';
13	(B) in the matter preceding subparagraph
14	(A), by striking "paragraph (2)" and inserting
15	"paragraph (1)";
16	(C) in subparagraph (A), by striking "or
17	intended to be identified";
18	(D) in subparagraph (D), by striking
19	"and" at the end;
20	(E) in subparagraph (E), by striking the
21	period and inserting "; and"; and
22	(F) by adding at the end the following:
23	"(F) whether the facility is a contract
24	manufacturing organization facility.".

1	(f) Effect of Failure to Pay Fees.—Section
2	744B(g) of the Federal Food, Drug, and Cosmetic Act
3	(21 U.S.C. 379–42(g)) is amended—
4	(1) in paragraph $(1)$ , by adding at the end the
5	following: "This paragraph shall cease to be effective
6	on October 1, 2022.".
7	(2) in paragraph $(2)(C)(ii)$ , by striking "of
8	505(j)(5)(A)" and inserting "of section
9	505(j)(5)(A)"; and
10	(3) by adding at the end the following:
11	"(5) GENERIC DRUG APPLICANT PROGRAM
12	FEE.—
13	"(A) IN GENERAL.—A person who fails to
14	pay a fee as required under subsection $(a)(5)$ by
15	the date that is 20 calendar days after the due
16	date, as specified in subparagraph (D) of such
17	subsection, shall be subject to the following:
18	"(i) The Secretary shall place the per-
19	son on a publicly available arrears list.
20	"(ii) Any abbreviated new drug appli-
21	cation submitted by the generic drug appli-
22	cant or an affiliate of such applicant shall
23	not be received, within the meaning of sec-
24	tion $505(j)(5)(A)$ .

1 "(iii) All drugs marketed pursuant to 2 any abbreviated new drug application held by such applicant or an affiliate of such 3 4 applicant shall be deemed misbranded 5 under section 502(aa). 6 "(B) APPLICATION OF PENALTIES.—The 7 penalties under subparagraph (A) shall apply 8 until the fee required under subsection (a)(5) is 9 paid.". 10 (g) LIMITATIONS.—Section 744B(h)(2) of the Fed-11 eral Food, Drug, and Cosmetic Act (21 U.S.C. 379– 42(h)(2)) is amended by striking "for Type II active phar-12 13 maceutical ingredient drug master files, abbreviated new 14 drug applications and prior approval supplements, and ge-15 neric drug facilities and active pharmaceutical ingredient facilities". 16 17 (h) CREDITING AND AVAILABILITY OF FEES.—Section 744B(i) of the Federal Food, Drug, and Cosmetic Act 18 19 (21 U.S.C. 379–42(i)) is amended— 20 (1) in paragraph (2)— 21 (A) by striking subparagraph (C) (relating

22 to fee collection during first program year);

23 (B) in subparagraph (D)—

(i) in the heading, by striking "IN 24 SUBSEQUENT YEARS": and 25

1	(ii) by striking "(after fiscal year
2	2013)"; and
3	(C) by redesignating subparagraph (D) as
4	subparagraph (C); and
5	(2) in paragraph (3), by striking "fiscal years
6	2013 through 2017" and inserting "fiscal years
7	2018 through 2022".
8	(i) Information on Abbreviated New Drug Ap-
9	PLICATIONS OWNED BY APPLICANTS AND THEIR AFFILI-
10	ATES.—Section 744B of the Federal Food, Drug, and
11	Cosmetic Act (21 U.S.C. 379–42) is amended by adding
12	at the end the following:
13	"(o) Information on Abbreviated New Drug
14	Applications Owned by Applicants and Their AF-
15	FILIATES.—
16	"(1) IN GENERAL.—By April 1 of each year,
17	each person that owns an abbreviated new drug ap-
18	plication, or any affiliate of such person, shall sub-
19	mit, on behalf of the person and its affiliates, to the
20	Secretary a list of —
21	"(A) all approved abbreviated new drug
22	applications owned by such person; and
23	"(B) if any affiliate of such person also
24	owns an abbreviated new drug application, all
25	affiliates that own any such abbreviated new

1	drug applications and all approved abbreviated
2	new drug applications owned by any such affil-
3	iate.
4	"(2) FORMAT AND METHOD.—The Secretary
5	shall specify in guidance the format and method for
6	submission of lists under this subsection.".
7	SEC. 304. REAUTHORIZATION; REPORTING REQUIREMENTS.
8	Section 744C of the Federal Food, Drug, and Cos-
9	metic Act (21 U.S.C. 379j–43) is amended—
10	(1) in subsection (a)—
11	(A) by striking "2013" and inserting
12	"2018"; and
13	(B) by striking "Generic Drug User Fee
14	Amendments of 2012" and inserting "Generic
15	Drug User Fee Amendments of 2017";
16	(2) in subsection (b), by striking "2013" and
17	inserting "2018"; and
18	(3) in subsection (d), by striking "2017" each
19	place it appears and inserting "2022".
20	SEC. 305. SUNSET DATES.
21	(a) AUTHORIZATION.—Sections 744A and 744B of
22	the Federal Food, Drug, and Cosmetic Act (21 U.S.C.
23	379j-41; 379j-42) shall cease to be effective October 1,
24	2022.

(b) REPORTING REQUIREMENTS.—Section 744C of
 the Federal Food, Drug, and Cosmetic Act (21 U.S.C.
 379j-43) shall cease to be effective January 31, 2023.

4 (c) PREVIOUS SUNSET PROVISION.—Effective Octo5 ber 1, 2017, subsections (a) and (b) of section 304 of the
6 Food and Drug Administration Safety and Innovation Act
7 (Public Law 112–144) are repealed.

#### 8 SEC. 306. EFFECTIVE DATE.

9 The amendments made by this title shall take effect 10 on October 1, 2017, or the date of the enactment of this 11 Act, whichever is later, except that fees under part 7 of 12 subchapter C of chapter VII of the Federal Food, Drug, 13 and Cosmetic Act shall be assessed for all abbreviated new 14 drug applications received on or after October 1, 2017, 15 regardless of the date of the enactment of this Act.

# 16 SEC. 307. SAVINGS CLAUSE.

17 Notwithstanding the amendments made by this title, part 7 of subchapter C of chapter VII of the Federal Food, 18 Drug, and Cosmetic Act, as in effect on the day before 19 20 the date of the enactment of this title, shall continue to 21 be in effect with respect to abbreviated new drug applica-22 tions (as defined in such part as of such day) that on or 23 after October 1, 2012, but before October 1, 2017, were 24 received by the Food and Drug Administration within the 25 meaning of 505(j)(5)(A) of such Act (21) U.S.C.

355(j)(5)(A)), prior approval supplements that were sub mitted, and drug master files for Type II active pharma ceutical ingredients that were first referenced with respect
 to assessing and collecting any fee required by such part
 for a fiscal year prior to fiscal year 2018.

# 6 TITLE IV—FEES RELATING TO 7 BIOSIMILAR BIOLOGICAL 8 PRODUCTS

#### 9 SEC. 401. SHORT TITLE; FINDING.

10 (a) SHORT TITLE.—This title may be cited as the11 "Biosimilar User Fee Amendments of 2017".

12 (b) FINDING.—The Congress finds that the fees authorized by the amendments made in this title will be dedi-13 cated to expediting the process for the review of biosimilar 14 15 biological product applications, including postmarket safety activities, as set forth in the goals identified for pur-16 poses of part 8 of subchapter C of chapter VII of the Fed-17 eral Food, Drug, and Cosmetic Act, in the letters from 18 the Secretary of Health and Human Services to the Chair-19 man of the Committee on Health, Education, Labor, and 20 21 Pensions of the Senate and the Chairman of the Com-22 mittee on Energy and Commerce of the House of Rep-23 resentatives, as set forth in the Congressional Record.

# 1 SEC. 402. DEFINITIONS.

2 (a) ADJUSTMENT FACTOR.—Section 744G(1) of the
3 Federal Food, Drug, and Cosmetic Act (21 U.S.C. 379j–
4 51(1)) is amended to read as follows:

5 "(1) The term 'adjustment factor' applicable to
6 a fiscal year is the Consumer Price Index for urban
7 consumers (Washington-Baltimore, DC-MD-VA8 WV; Not Seasonally Adjusted; All items; Annual
9 Index) for October of the preceding fiscal year di10 vided by such Index for October 2011.".

(b) BIOSIMILAR BIOLOGICAL PRODUCT.—Section
744G(3) of the Federal Food, Drug, and Cosmetic Act
(21 U.S.C. 379j–51(3)) is amended by striking "means
a product" and inserting "means a specific strength of
a biological product in final dosage form".

16 SEC. 403. AUTHORITY TO ASSESS AND USE BIOSIMILAR 17 FEES.

(a) TYPES OF FEES.—Section 744H(a) of the Federal Food, Drug, and Cosmetic Act (21 U.S.C. 379j20 52(a)) is amended—

(1) in the matter preceding paragraph (1), by
striking "fiscal year 2013" and inserting "fiscal year
2018";

(2) in the heading of paragraph (1), by striking
"BIOSIMILAR" and inserting "BIOSIMILAR BIOLOGICAL PRODUCT";

1	(3) in paragraph $(1)(A)(i)$ , by striking
2	"(b)(1)(A)" and inserting "(c)(5)";
3	(4) in paragraph $(1)(B)(i)$ , by striking
4	"(b)(1)(B) for biosimilar biological product develop-
5	ment" and inserting " $(c)(5)$ for the biosimilar bio-
6	logical product development program";
7	(5) in paragraph (1)(B)(ii), by striking "annual
8	biosimilar biological product development program
9	fee" and inserting "annual biosimilar biological
10	product development fee";
11	(6) in paragraph (1)(B)(iii), by striking "an-
12	nual biosimilar development program fee" and in-
13	serting "annual biosimilar biological product devel-
14	opment fee";
15	(7) in paragraph $(1)(B)$ , by adding at the end
16	the following:
17	"(iv) Refund.—If a person submits a
18	marketing application for a biosimilar bio-
19	logical product before October 1 of a fiscal
20	year and such application is accepted for
21	filing on or after October 1 of such fiscal
22	year, the person may request a refund
23	equal to the annual biosimilar development
24	fee paid by the person for the product for
25	such fiscal year. To qualify for consider-

1	ation for a refund under this clause, a per-
2	son shall submit to the Secretary a written
3	request for such refund not later than 180
4	days after the marketing application is ac-
5	cepted for filing.";
6	(8) in paragraph $(1)(C)$ , by striking "for a
7	product effective October 1 of a fiscal year by," and
8	inserting "for a product, effective October 1 of a fis-
9	cal year, by,";
10	(9) in paragraph $(1)(D)$ —
11	(A) in clause (i) in the matter preceding
12	subclause (I), by inserting ", if the person seeks
13	to resume participation in such program," be-
14	fore "pay a fee";
15	(B) in clause (i)(I), by inserting after
16	"grants a request" the following: "by such per-
17	son"; and
18	(C) in clause (i)(II), by inserting after
19	"discontinued)" the following: "by such per-
20	son'';
21	(10) in the heading of paragraph $(1)(E)$ , by
22	striking "BIOSIMILAR DEVELOPMENT PROGRAM";
23	(11) in the heading of subparagraph (F) of
24	paragraph (1), by striking "BIOSIMILAR DEVELOP-

1	MENT PROGRAM FEES" and inserting "BIOSIMILAR
2	BIOLOGICAL PRODUCT DEVELOPMENT FEES";
3	(12) in paragraph $(1)(F)$ —
4	(A) in the heading of subparagraph (F), by
5	striking "BIOSIMILAR DEVELOPMENT PRO-
6	GRAM" before "FEES"; and
7	(B) by amending clause (i) to read as fol-
8	lows:
9	"(i) REFUNDS.—Except as provided
10	in subparagraph (B)(iv), the Secretary
11	shall not refund any initial or annual bio-
12	similar biological product development fee
13	paid under subparagraph (A) or (B), or
14	any reactivation fee paid under subpara-
15	graph (D).";
16	(13) in paragraph $(2)$ —
17	(A) in the heading of paragraph (2), by
18	striking "AND SUPPLEMENT";
19	(B) by amending subparagraphs (A) and
20	(B) to read as follows:
21	"(A) IN GENERAL.—Each person that sub-
22	mits, on or after October 1, 2017, a biosimilar
23	biological product application shall be subject to
24	the following fees:

1	"(i) A fee established under sub-
2	section $(c)(5)$ for a biosimilar biological
3	product application for which clinical data
4	(other than comparative bioavailability
5	studies) with respect to safety or effective-
6	ness are required for approval.
7	"(ii) A fee established under sub-
8	section $(c)(5)$ for a biosimilar biological
9	product application for which clinical data
10	(other than comparative bioavailability
11	studies) with respect to safety or effective-
12	ness are not required for approval. Such
13	fee shall be equal to half of the amount of
14	the fee described in clause (i).
15	"(B) RULE OF APPLICABILITY; TREAT-
16	MENT OF CERTAIN PREVIOUSLY PAID FEES.—
17	Any person who pays a fee under subparagraph
18	(A), (B), or (D) of paragraph (1) for a product
19	before October 1, 2017, but submits a bio-
20	similar biological product application for that
21	product after such date, shall—
22	"(i) be subject to any biosimilar bio-
23	logical product application fees that may
24	be assessed at the time when such bio-

1	similar biological product application is
2	submitted; and
3	"(ii) be entitled to no reduction of
4	such application fees based on the amount
5	of fees paid for that product before Octo-
6	ber 1, 2017 under such subparagraphs
7	(A), (B), or (D).";
8	(C) in the heading of subparagraph (D),
9	by striking "OR SUPPLEMENT"; and
10	(D) in subparagraphs (C) through (F)—
11	(i) by striking "or supplement" each
12	place it appears; and
13	(ii) in subparagraph (D), by striking
14	"or a supplement";
15	(14) by amending paragraph $(3)$ to read as fol-
16	lows:
17	"(3) BIOSIMILAR BIOLOGICAL PRODUCT PRO-
18	GRAM FEE.—
19	"(A) IN GENERAL.—Each person who is
20	named as the applicant in a biosimilar biologi-
21	cal product application shall pay the annual bio-
22	similar biological product program fee estab-
23	lished for a fiscal year under subsection $(c)(5)$
24	for each biosimilar biological product that—

1	"(i) is identified in such a biosimilar
2	biological product application approved as
3	of October 1 of such fiscal year; and
4	"(ii) as of October 1 of such fiscal
5	year, does not appear on a list, developed
6	and maintained by the Secretary, of dis-
7	continued biosimilar biological products.
8	"(B) DUE DATE.—The biosimilar biologi-
9	cal product program fee for a fiscal year shall
10	be due on the later of—
11	"(i) the first business day on or after
12	October 1 of each such year; or
13	"(ii) the first business day after the
14	enactment of an appropriations Act pro-
15	viding for the collection and obligation of
16	fees for such year under this section.
17	"(C) One fee per product per year.—
18	The biosimilar biological product program fee
19	shall be paid only once for each product for
20	each fiscal year.
21	"(D) LIMITATION.—A person who is
22	named as the applicant in a biosimilar biologi-
23	cal product application shall not be assessed
24	more than 5 biosimilar biological product pro-
25	gram fees for a fiscal year for biosimilar bio-

1	logical products identified in such biosimilar bi-
2	ological product application.".
3	(b) FEE REVENUE AMOUNTS.—Subsection (b) of sec-
4	tion 744H of the Federal Food, Drug, and Cosmetic Act
5	(21 U.S.C. 379j–52) is amended to read as follows:
6	"(b) Fee Revenue Amounts.—
7	"(1) FISCAL YEAR 2018.—For fiscal year 2018,
8	fees under subsection (a) shall be established to gen-
9	erate a total revenue amount equal to the sum of—
10	"(A) \$45,000,000; and
11	"(B) the dollar amount equal to the fiscal
12	year 2018 adjustment (as determined under
13	subsection $(c)(4)$ .
14	"(2) SUBSEQUENT FISCAL YEARS.—For each of
15	the fiscal years 2019 through 2022, fees under sub-
16	section (a) shall, except as provided in subsection
17	(c), be established to generate a total revenue
18	amount equal to the sum of—
19	"(A) the annual base revenue for the fiscal
20	year (as determined under paragraph (4));
21	"(B) the dollar amount equal to the infla-
22	tion adjustment for the fiscal year (as deter-
23	mined under subsection $(c)(1)$ ;

1	"(C) the dollar amount equal to the capac-
2	ity planning adjustment for the fiscal year (as
3	determined under subsection $(c)(2)$ ; and
4	"(D) the dollar amount equal to the oper-
5	ating reserve adjustment for the fiscal year, if
6	applicable (as determined under subsection
7	(c)(3)).
8	"(3) Allocation of revenue amount
9	AMONG FEES; LIMITATIONS ON FEE AMOUNTS.—
10	"(A) ALLOCATION.—The Secretary shall
11	determine the percentage of the total revenue
12	amount for a fiscal year to be derived from, re-
13	spectively—
14	"(i) initial and annual biosimilar de-
15	velopment fees and reactivation fees under
16	subsection (a)(1);
17	"(ii) biosimilar biological product ap-
18	plication fees under subsection $(a)(2)$ ; and
19	"(iii) Biosimilar biological product
20	program fees under subsection $(a)(3)$ .
21	"(B) LIMITATIONS ON FEE AMOUNTS
22	Until the first fiscal year for which the capacity
23	planning adjustment under subsection $(c)(2)$ is
24	effective, the amount of any fee under sub-
25	section (a) for a fiscal year after fiscal year

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1	2018 shall not exceed 125 percent of the
2	amount of such fee for fiscal year 2018.
3	"(C) BIOSIMILAR BIOLOGICAL PRODUCT
4	DEVELOPMENT FEES.—The initial biosimilar bi-

5 ological product development fee under sub-6 section (a)(1)(A) for a fiscal year shall be equal 7 to the annual biosimilar biological product de-8 velopment fee under subsection (a)(1)(B) for 9 that fiscal year.

10 "(D) REACTIVATION FEE.—The reactiva-11 tion fee under subsection (a)(1)(D) for a fiscal 12 year shall be equal to twice the amount of the 13 annual biosimilar biological product develop-14 ment fee under subsection (a)(1)(B) for that 15 fiscal year.

"(4) ANNUAL BASE REVENUE.—For purposes 16 17 of paragraph (2), the dollar amount of the annual 18 base revenue for a fiscal year shall be the dollar 19 amount of the total revenue amount for the previous 20 fiscal year, excluding any adjustments to such rev-21 enue amount under subsection (c)(3).".

22 (c) ADJUSTMENTS; ANNUAL FEE SETTING.—Section 23 744H of the Federal Food, Drug, and Cosmetic Act (21 U.S.C. 379j–52) is amended— 24

1	(1) by redesignating subsections (c) through (h)
2	as subsections (d) through (i), respectively;
3	(2) in subsections $(a)(2)(F)$ and $(g)$ , by striking
4	"subsection (c)" and inserting "subsection (d)";
5	(3) in subsection $(a)(4)(A)$ , by striking "sub-
6	section $(b)(1)(F)$ " and inserting "subsection $(c)(5)$ ";
7	and
8	(4) by inserting after subsection (b) the fol-
9	lowing:
10	"(c) Adjustments; Annual Fee Setting.—
11	"(1) INFLATION ADJUSTMENT.—
12	"(A) IN GENERAL.—For purposes of sub-
13	section $(b)(2)(B)$ , the dollar amount of the in-
14	flation adjustment to the annual base revenue
15	for each fiscal year shall be equal to the prod-
16	uct of—
17	"(i) such annual base revenue for the
18	fiscal year under subsection (b); and
19	"(ii) the inflation adjustment percent-
20	age under subparagraph (B).
21	"(B) INFLATION ADJUSTMENT PERCENT-
22	AGE.—The inflation adjustment percentage
23	under this subparagraph for a fiscal year is
24	equal to the sum of—

1	"(i) the average annual percent
2	change in the cost, per full-time equivalent
3	position of the Food and Drug Administra-
4	tion, of all personnel compensation and
5	benefits paid with respect to such positions
6	for the first 3 years of the preceding 4 fis-
7	cal years, multiplied by the proportion of
8	personnel compensation and benefits costs
9	to total costs of the process for the review
10	of biosimilar biological product applications
11	(as defined in section $744G(13)$ ) for the
12	first 3 years of the preceding 4 fiscal
13	years; and
14	"(ii) the average annual percent
15	change that occurred in the Consumer

16 Price Index for urban consumers (Wash-17 ington-Baltimore, DC-MD-VA-WV; Not Seasonally Adjusted; All items; Annual 18 19 Index) for the first 3 years of the preceding 4 years of available data multiplied 20 21 by the proportion of all costs other than 22 personnel compensation and benefits costs 23 to total costs of the process for the review of biosimilar biological product applications 24 25 (as defined in section 744G(13)) for the

1	first 3	years	of	the	preceding	4	fiscal
2	years.						

3 "(2) CAPACITY PLANNING ADJUSTMENT.—

4 "(A) IN GENERAL.—Beginning with the 5 fiscal vear described in subparagraph 6 (B)(ii)(II), the Secretary shall, in addition to 7 the adjustment under paragraph (1), further in-8 crease the fee revenue and fees under this sec-9 tion for a fiscal year to reflect changes in the 10 resource capacity needs of the Secretary for the 11 process for the review of biosimilar biological 12 product applications.

13 "(B) CAPACITY PLANNING METHOD14 OLOGY.—

"(i) 15 **DEVELOPMENT; EVALUATION** 16 AND REPORT.—The Secretary shall obtain, 17 through a contract with an independent ac-18 counting or consulting firm, a report evalu-19 ating options and recommendations for a 20 methodology to accurately assess new 21 changes in the resource and capacity needs 22 of the process for the review of biosimilar 23 biological product applications. The capac-24 ity planning methodological options and 25 recommendations presented in such report

1	shall utilize and be informed by personnel
2	time reporting data as an input. The re-
3	port shall be published for public comment
4	not later than September 30, 2020.
5	"(ii) Establishment and imple-
6	MENTATION.—After review of the report
7	described in clause (i) and receipt and re-
8	view of public comments thereon, the Sec-
9	retary shall establish a capacity planning
10	methodology for purposes of this para-
11	graph, which shall—
12	"(I) incorporate such approaches
13	and attributes as the Secretary deter-
14	mines appropriate; and
15	"(II) be effective beginning with
16	the first fiscal year for which fees are
17	set after such capacity planning meth-
18	odology is established.
19	"(C) LIMITATION.—Under no cir-
20	cumstances shall an adjustment under this
21	paragraph result in fee revenue for a fiscal year
22	that is less than the sum of the amounts under
23	subsections $(b)(2)(A)$ (the annual base revenue
24	for the fiscal year) and $(b)(2)(B)$ (the dollar

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amount of the inflation adjustment for the fiscal year).

3 "(D) PUBLICATION IN FEDERAL REG4 ISTER.—The Secretary shall publish in the Fed5 eral Register notice under paragraph (5) the fee
6 revenue and fees resulting from the adjustment
7 and the methodologies under this paragraph.

"(3) Operating reserve adjustment.—

9 "(A) INTERIM APPLICATION; FEE REDUC-10 TION.—Until the first fiscal year for which the 11 capacity planning adjustment under paragraph 12 (2) is effective, the Secretary may, in addition 13 to the adjustment under paragraph (1), reduce 14 the fee revenue and fees under this section for 15 a fiscal year as the Secretary determines appro-16 priate for long-term financial planning pur-17 poses.

18 "(B) GENERAL APPLICATION AND METH19 ODOLOGY.—Beginning with the first fiscal year
20 for which the capacity planning adjustment
21 under paragraph (2) is effective, the Secretary
22 may, in addition to the adjustments under
23 paragraphs (1) and (2)—

24 "(i) reduce the fee revenue and fees25 under this section as the Secretary deter-

1	mines appropriate for long-term financial
2	planning purposes; or
3	"(ii) increase the fee revenue and fees
4	under this section if such an adjustment is
5	necessary to provide for not more than 21
6	weeks of operating reserves of carryover
7	user fees for the process for the review of
8	biosimilar biological product applications.
9	"(C) FEDERAL REGISTER NOTICE.—If an
10	adjustment under subparagraph (A) or (B) is
11	made, the rationale for the amount of the in-
12	crease or decrease (as applicable) in fee revenue
13	and fees shall be contained in the annual Fed-
14	eral Register notice under paragraph (5) estab-
15	lishing fee revenue and fees for the fiscal year
16	involved.
17	"(4) FISCAL YEAR 2018 ADJUSTMENT.—
18	"(A) IN GENERAL.—For fiscal year 2018,
19	the Secretary shall adjust the fee revenue and
20	fees under this section in such amount (if any)
21	as needed to reflect an updated assessment of

as needed to reflect an updated assessment of the workload for the process for the review of biosimilar biological product applications.

24 "(B) METHODOLOGY.—The Secretary shall
25 publish under paragraph (5) a description of

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1	the methodology used to calculate the fiscal
2	year 2018 adjustment under this paragraph in
3	the Federal Register notice establishing fee rev-
4	enue and fees for fiscal year 2018.
5	"(C) LIMITATION.—No adjustment under
6	this paragraph shall result in an increase in fee
7	revenue and fees under this section in excess of
8	\$9,000,000.
9	"(5) ANNUAL FEE SETTING.—For fiscal year
10	2018 and each subsequent fiscal year, the Secretary
11	shall, not later than 60 days before the start of each
12	such fiscal year—
13	"(A) establish, for the fiscal year, initial
14	and annual biosimilar biological product devel-
15	opment fees and reactivation fees under sub-
16	section $(a)(1)$ , biosimilar biological product ap-
17	plication fees under subsection $(a)(2)$ , and bio-
18	similar biological product program fees under
19	subsection (a)(3), based on the revenue
20	amounts established under subsection (b) and
21	the adjustments provided under this subsection;
22	and
23	"(B) publish such fee revenue and fees in
24	the Federal Register.

1	"(6) LIMIT.—The total amount of fees assessed
2	for a fiscal year under this section may not exceed
3	the total costs for such fiscal year for the resources
4	allocated for the process for the review of biosimilar
5	biological product applications.".
6	(d) Application Fee Waiver for Small Busi-
7	NESS.—Subsection $(d)(1)$ of section 744H of the Federal
8	Food, Drug, and Cosmetic Act (21 U.S.C. 379j-52), as
9	redesignated by subsection $(c)(1)$ , is amended—
10	(1) by striking subparagraph (B);
11	(2) by striking "shall pay—" and all that fol-
12	lows through "application fees" and inserting "shall
13	pay application fees"; and
14	(3) by striking "; and" at the end and inserting
15	a period.
16	(e) EFFECT OF FAILURE TO PAY FEES.—Subsection
17	(e) of section 744H of the Federal Food, Drug, and Cos-
18	metic Act (21 U.S.C. 379j–52), as redesignated by sub-
19	section $(c)(1)$ , is amended by striking "all fees" and in-
20	serting "all such fees".
21	(f) Crediting and Availability of Fees.—Sub-
22	section (f) of section 744H of the Federal Food, Drug,
23	and Cosmetic Act (21 U.S.C. 379j–52), as redesignated
24	by subsection $(c)(1)$ , is amended—
25	(1) in paragraph (2)—

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1	(A) by striking subparagraph (C) (relating
2	to fee collection during first program year) and
3	inserting the following:
4	"(C) COMPLIANCE.—The Secretary shall
5	be considered to have met the requirements of
6	subparagraph (B) in any fiscal year if the costs
7	described in such subparagraph are not more
8	than 15 percent below the level specified in
9	such subparagraph."; and
10	(B) in subparagraph (D)—
11	(i) in the heading, by striking "IN
12	SUBSEQUENT YEARS''; and
13	(ii) by striking "(after fiscal year
14	2013)"; and
15	(2) in paragraph (3), by striking " $2013$
16	through 2017" and inserting "2018 through 2022".
17	SEC. 404. REAUTHORIZATION; REPORTING REQUIREMENTS.
18	Section 744I of the Federal Food, Drug, and Cos-
19	metic Act (21 U.S.C. 379j–53) is amended—
20	(1) in subsection (a)—
21	(A) by striking "2013" and inserting
22	"2018"; and
23	(B) by striking "Biosimilar User Fee Act
24	of 2012" and inserting "Biosimilar User Fee
25	Amendments of 2017";

(2) in subsection (b), by striking "2013" and
 inserting "2018";

3 (3) by striking subsection (d);

4 (4) by redesignating subsection (e) as sub-5 section (d); and

6 (5) in subsection (d), as so redesignated, by
7 striking "2017" each place it appears and inserting
8 "2022".

#### 9 SEC. 405. SUNSET DATES.

(a) AUTHORIZATION.—Sections 744G and 744H of
the Federal Food, Drug, and Cosmetic Act, as amended
by section 403 of this Act, shall cease to be effective October 1, 2022.

(b) REPORTING REQUIREMENTS.—Section 744I of
the Federal Food, Drug, and Cosmetic Act, as amended
by section 404 of this Act, shall cease to be effective January 31, 2023.

18 (c) Previous Sunset Provision.—

19 (1) IN GENERAL.—Effective October 1, 2017,
20 section 404 of the Food and Drug Administration
21 Safety and Innovation Act (Public Law 112–144) is
22 repealed.

23 (2) CONFORMING AMENDMENT.—The Food and
24 Drug Administration Safety and Innovation Act
25 (Public Law 112–144) is amended in the table of

contents in section 2 by striking the item relating to
 section 404.

#### 3 SEC. 406. EFFECTIVE DATE.

4 The amendments made by this title shall take effect 5 on October 1, 2017, or the date of the enactment of this Act, whichever is later, except that fees under part 8 of 6 7 subchapter C of chapter VII of the Federal Food, Drug, 8 and Cosmetic Act shall be assessed for all biosimilar bio-9 logical product applications received on or after October 10 1, 2017, regardless of the date of the enactment of this 11 Act.

#### 12 SEC. 407. SAVINGS CLAUSE.

13 Notwithstanding the amendments made by this title, part 8 of subchapter C of chapter VII of the Federal Food, 14 15 Drug, and Cosmetic Act, as in effect on the day before the date of the enactment of this title, shall continue to 16 be in effect with respect to biosimilar biological product 17 18 applications and supplements (as defined in such part as 19 of such day) that were accepted by the Food and Drug 20 Administration for filing on or after October 1, 2012, but 21 before October 1, 2017, with respect to assessing and col-22 lecting any fee required by such part for a fiscal year prior 23 to fiscal year 2018.

# 1TITLEV—REAUTHORIZATIONS2ANDIMPROVEMENTSRE-3LATED TO DRUGS

4 SEC. 501. REAUTHORIZATION OF PROVISION RELATING TO

5 EXCLUSIVITY OF CERTAIN DRUGS CON6 TAINING SINGLE ENANTIOMERS.

7 Section 505(u)(4) of the Federal Food, Drug, and
8 Cosmetic Act (21 U.S.C. 355(u)(4)) is amended by strik9 ing "2017" and inserting "2022".

10SEC. 502. REAUTHORIZATION OF ORPHAN GRANTS PRO-11GRAM.

Section 5(c) of the Orphan Drug Act (21 U.S.C.
360ee(c)) is amended by striking "2013 through 2017"
and inserting "2018 through 2022".

15 SEC. 503. REAUTHORIZATION OF PEDIATRIC STUDY OF
16 DRUGS.

Section 409I(e)(1) of the Public Health Service Act
(42 U.S.C. 284m(e)(1)) is amended by striking "2013
through 2017" and inserting "2018 through 2022".

20 SEC. 504. PROTECTING AND STRENGTHENING THE DRUG
21 SUPPLY CHAIN.

(a) DIVERTED DRUGS.—Paragraph (1) of section
801(d) of the Federal Food, Drug, and Cosmetic Act (21
U.S.C. 381(d)) is amended—

(1) by striking "(d)(1) Except as" and insert ing "(d)(1)(A) Except as"; and

3 (2) by adding at the end the following:

4 "(B) Except as authorized by the Secretary in the case of a drug that appears on the drug shortage list in 5 6 effect under section 506E, no drug that would be subject 7 to section 503(b), and which is manufactured outside the 8 United States and intended by the manufacturer or la-9 beled to be marketed outside the United States, may be 10 imported into the United States for sale or commercial 11 use.".

(b) COUNTERFEIT DRUGS.—Subsection (b) of section
303 of the Federal Food, Drug, and Cosmetic Act (21
U.S.C. 333) is amended by adding at the end the following:

16 "(8) Notwithstanding subsection (a), any person who 17 violates section 301(i)(3) by knowingly selling or dis-18 pensing, or holding for sale or dispensing, a counterfeit 19 drug shall be imprisoned for not more than 10 years or 20 fined in accordance with title 18, United States Code, or 21 both.".

# **1 TITLE VI—DEVICE INSPECTION**

2 AND REGULATORY IMPROVE-

# 3 **MENTS**

# 4 Subtitle A—Improving the Process

5 for Inspections of Device Estab-

### 6 lishments

7 SEC. 601. RISK-BASED INSPECTIONS FOR DEVICES.

8 Paragraph (2) of section 510(h) of the Federal Food,
9 Drug, and Cosmetic Act (21 U.S.C. 360(h)) is amended
10 to read as follows:

11 "(2) Risk-based schedule for devices.—

12 "(A) IN GENERAL.—The Secretary, acting 13 through one or more officers or employees duly 14 designated by the Secretary, shall inspect estab-15 lishments described in paragraph (1) that are 16 engaged in the manufacture, propagation, 17 compounding, or processing of a device or de-18 vices (referred to in this subsection as 'device 19 establishments') in accordance with a risk-based 20 schedule established by the Secretary.

21 "(B) FACTORS AND CONSIDERATIONS.—In
22 establishing the risk-based schedule under sub23 paragraph (A), the Secretary shall—

1	"(i) apply, to the extent applicable for
2	device establishments, the factors identified
3	in paragraph (4); and
4	"(ii) consider the participation of the
5	device establishment, as applicable, in
6	international device audit programs in
7	which the United States participates or
8	which the United States recognizes for
9	purposes of inspecting device establish-
10	ments."; and
11	SEC. 602. RECOGNITION OF FOREIGN GOVERNMENT IN-
12	SPECTIONS.
13	Subsection $(a)(1)$ of section 809 of the Federal Food,
14	Drug, and Cosmetic Act (21 U.S.C. 384e(a)(1)) is amend-
15	ed by inserting "or $510(h)(2)$ (as applicable)" before the
16	semicolon at the end.
17	SEC. 603. IMPROVEMENTS TO INSPECTIONS PROCESS FOR
18	DEVICE ESTABLISHMENTS.
19	(a) IN GENERAL.—Section 704 of the Federal Food,
20	Drug, and Cosmetic Act (21 U.S.C. 374) is amended by
21	adding at the end the following:
22	((h)(1) In the case of inspections other than for-
23	cause inspections, the Secretary shall review processes and
24	standards applicable to inspections of domestic and for-
25	eign device establishments in effect as of the date of the

enactment of this subsection, and update such processes
 and standards through the adoption of uniform processes
 and standards applicable to such inspections. Such proc esses and standards shall provide for—

5 "(A) exceptions to such processes and stand6 ards, as appropriate;

"(B) announcing the inspection of the establishment within a reasonable time before such inspection
occurs, including by providing to the owner, operator, or agent in charge of the establishment a notification regarding the type and nature of the inspection;

13 "(C) a reasonable estimate of the timeframe for 14 the inspection, an opportunity for advance commu-15 nications between the officers or employees carrying out the inspection under subsection (a)(1) and the 16 17 owner, operator, or agent in charge of the establish-18 ment concerning appropriate working hours during 19 the inspection, and, to the extent feasible, advance 20 notice of some records that will be requested in 21 order to expedite the inspection; and

"(D) regular communications during the inspection with the owner, operator, or agent in charge of
the establishment regarding inspection status, which

may be recorded by either party with advance notice
 and mutual consent.

3 "(2)(A) The Secretary shall, with respect to a request
4 described in subparagraph (B), provide nonbinding feed5 back with respect to such request not later than 45 days
6 after the Secretary receives such request.

7 "(B) A request described in this subparagraph is a
8 request for feedback—

9 "(i) that is made by the owner, operator, or
10 agent in charge of such establishment in a timely
11 manner; and

12 "(ii) with respect to actions proposed to be 13 taken by a device establishment in a response to a 14 report received by such establishment pursuant to 15 subsection (b) that involve a public health priority, 16 that implicate systemic or major actions, or relate to 17 emerging safety issues (as determined by the Sec-18 retary).

"(3) Nothing in this subsection limits the authority
of the Secretary to conduct inspections otherwise permitted under this Act in order to ensure compliance with
this Act.".

23 (b) GUIDANCE.—

24 (1) DRAFT GUIDANCE.—Not later than 18
25 months after the date of enactment of this section,

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1	the Secretary of Health and Human Services shall
2	issue draft guidance that—
3	(A) specifies how the Food and Drug Ad-
4	ministration will implement the process de-
5	scribed in paragraph (1) of subsection (h) of
6	section 704 of the Federal Food, Drug, and
7	Cosmetic Act (21 U.S.C. 374), as added by

subsection (a), and the requirements described in paragraph (2) of such subsection;

10 (B) provides for standardized methods for11 communications described in such paragraphs;

(C) establishes, with respect to inspections
of both domestic and foreign device establishments (as referred to in section 510(h)(2) of
the Federal Food, Drug, and Cosmetic Act, as
amended by section 1), a standard timeframe
for such inspections that—

18 (i) occurs over consecutive days;

(ii) to which each investigator conducting such an inspection shall adhere unless the investigator identifies to the establishment involved a reason that more time is needed to conduct such investigation; and

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(D) identifies practices for investigators

2	and device establishments to facilitate the con-
3	tinuity of inspections of such establishments.
4	(2) FINAL GUIDANCE.—Not later than 1 year
5	after providing notice and opportunity for public
6	comment on the draft guidance issued under para-
7	graph (1), the Secretary of Health and Human
8	Services shall issue final guidance to implement sub-
9	section (h) of section 704 of the Federal Food,
10	Drug, and Cosmetic Act (21 U.S.C. 374), as added
11	by subsection (a).
12	SEC. 604. CERTIFICATES TO FOREIGN GOVERNMENTS FOR
13	DEVICES.
13 14	<b>DEVICES.</b> (a) IN GENERAL.—Subsection (e)(4) of section 801
14	(a) IN GENERAL.—Subsection (e)(4) of section 801
14 15	(a) IN GENERAL.—Subsection (e)(4) of section 801 of the Federal Food, Drug, and Cosmetic Act (21 U.S.C.
14 15 16	<ul> <li>(a) IN GENERAL.—Subsection (e)(4) of section 801</li> <li>of the Federal Food, Drug, and Cosmetic Act (21 U.S.C. 381(e)(4)) is amended—</li> </ul>
14 15 16 17	<ul> <li>(a) IN GENERAL.—Subsection (e)(4) of section 801</li> <li>of the Federal Food, Drug, and Cosmetic Act (21 U.S.C. 381(e)(4)) is amended—</li> <li>(1) by adding at the end the following:</li> </ul>
14 15 16 17 18	<ul> <li>(a) IN GENERAL.—Subsection (e)(4) of section 801</li> <li>of the Federal Food, Drug, and Cosmetic Act (21 U.S.C. 381(e)(4)) is amended— <ul> <li>(1) by adding at the end the following:</li> <li>"(E)(i) If the Secretary denies a request</li> </ul> </li> </ul>
14 15 16 17 18 19	<ul> <li>(a) IN GENERAL.—Subsection (e)(4) of section 801</li> <li>of the Federal Food, Drug, and Cosmetic Act (21 U.S.C. 381(e)(4)) is amended— <ul> <li>(1) by adding at the end the following:</li> <li>"(E)(i) If the Secretary denies a request made under subparagraph (A)(ii) for certifi-</li> </ul> </li> </ul>
<ol> <li>14</li> <li>15</li> <li>16</li> <li>17</li> <li>18</li> <li>19</li> <li>20</li> </ol>	<ul> <li>(a) IN GENERAL.—Subsection (e)(4) of section 801</li> <li>of the Federal Food, Drug, and Cosmetic Act (21 U.S.C. 381(e)(4)) is amended— <ul> <li>(1) by adding at the end the following:</li> <li>"(E)(i) If the Secretary denies a request made under subparagraph (A)(ii) for certification with respect to a device, the Secretary</li> </ul> </li> </ul>
<ol> <li>14</li> <li>15</li> <li>16</li> <li>17</li> <li>18</li> <li>19</li> <li>20</li> <li>21</li> </ol>	<ul> <li>(a) IN GENERAL.—Subsection (e)(4) of section 801</li> <li>of the Federal Food, Drug, and Cosmetic Act (21 U.S.C. 381(e)(4)) is amended— <ul> <li>(1) by adding at the end the following:</li> <li>"(E)(i) If the Secretary denies a request made under subparagraph (A)(ii) for certification with respect to a device, the Secretary shall provide, in writing, to the person seeking</li> </ul> </li> </ul>

1	"(ii) If the denial of a request as described
2	in clause (i) is based on—
3	"(I) grounds other than an injunction
4	proceeding pursuant to section 302, seizure
5	action pursuant to section 304, or a recall
6	designated Class I or Class II pursuant to
7	part 7, title 21, Code of Federal Regula-
8	tions, and
9	"(II) an establishment being consid-
10	ered out of compliance with part 820, title
11	21, Code of Federal Regulations,
12	the Secretary shall provide a substantive sum-
13	mary of the specific grounds for noncompliance
14	so identified, if such grounds have not been pre-
15	viously communicated to the manufacturer.
16	"(iii) With respect to a device manufac-
17	tured in an establishment that has received a
18	report under section 704(b), the Secretary shall
19	not deny a request for certification under sub-
20	paragraph (A)(ii) based exclusively on the
21	issuance of that report if the owner, operator,
22	or agent in charge of such establishment has
23	agreed to a plan of correction in response to
24	such report.

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"(F)(i) The Secretary shall provide a process for a person who is denied a certification as described in subparagraph (E)(i) to request a review that conforms to the standards of section 517A(b).

6 "(ii) Notwithstanding any previous review 7 conducted pursuant to clause (i), a person who 8 has been denied a certification for a device as 9 described in subparagraph (E)(i) may, at any 10 time, request a review of that denial in order to 11 present new information relating to actions 12 taken by such person to address the reasons 13 identified by the Secretary for such denial, in-14 cluding evidence that corrective actions are 15 being or have been implemented to address the grounds for noncompliance identified by the 16 17 Secretary under subparagraph (E)(ii).

"(G)(i) This paragraph applies to requests
for certification on behalf of any device establishment registered under section 510, whether
the establishment is located in the United
States or another country.

23 "(ii) The Secretary may charge a fee for
24 the issuance of a certification described in
25 clause (i), and such fee is subject to the same

conditions and requirements as a fee charged
 under subparagraph (B) for a certification
 issued under such subparagraph. "; and

4 (2) by moving the margins of subparagraphs
5 (C) and (D) 4 ems to the left.

(b) GUIDANCE.—Not later than 1 year after date of 6 7 the enactment of this section, the Secretary of Health and 8 Human Services shall issue guidance providing for a proc-9 ess to carry out subparagraph (F) of section 801(e)(4) of the Federal Food, Drug, and Cosmetic Act (21 U.S.C. 10 11 381(e)(4), as added by subsection (a). Not later than 12 12 months after the comment period closes for the draft guidance, the Secretary shall issue final guidance. 13

#### 14 SEC. 605. FACILITATING INTERNATIONAL HARMONIZATION.

15 Section 704(g) of the Federal Food, Drug, and Cos16 metic Act (21 U.S.C. 374(g)) is amended by adding at
17 the end the following:

18 "(15) Notwithstanding any other provision of 19 this subsection, for purposes of conducting inspec-20 tions of establishments that manufacture, prepare, 21 propagate, compound, or process devices except 22 types of devices licensed under section 351 of the 23 Public Health Service Act, which inspections are re-24 quired under section 510(h) or are inspections of 25 such establishments required to register pursuant to

1	section 510(i) the Secretary may recognize auditing
	section 510(i), the Secretary may recognize auditing
2	organizations that are recognized by organizations
3	established by governments to facilitate international
4	harmonization. Nothing in this paragraph affects the
5	authority of the Secretary to inspect any device es-
6	tablishment pursuant to this Act. Nothing in this
7	paragraph affects the authority of the Secretary to
8	determine the official classification of an inspection.
9	".
10	SEC. 606. REAUTHORIZATION OF INSPECTION PROGRAM.
11	Section $704(g)(11)$ of the Federal Food, Drug, and
12	Cosmetic Act (21 U.S.C.374(g)(11)) is amended by strik-
10	in
13	ing "October 1, 2017" and inserting "October 1, 2022".
13 14	Subtitle B—Other Provisions
14	Subtitle B—Other Provisions
14 15	Subtitle B—Other Provisions sec. 611. Reauthorization of pediatric humani-
14 15 16	Subtitle B—Other Provisions sec. 611. Reauthorization of pediatric humani- tarian device exceptions.
14 15 16 17	Subtitle B—Other Provisions SEC. 611. REAUTHORIZATION OF PEDIATRIC HUMANI- TARIAN DEVICE EXCEPTIONS. Section 520(m)(6)(A)(iv) of the Federal Food, Drug,
14 15 16 17 18	Subtitle B—Other Provisions SEC. 611. REAUTHORIZATION OF PEDIATRIC HUMANI- TARIAN DEVICE EXCEPTIONS. Section 520(m)(6)(A)(iv) of the Federal Food, Drug, and Cosmetic Act (21 U.S.C. 360j(m)(6)(A)(iv)) is
14 15 16 17 18 19	Subtitle B—Other Provisions SEC. 611. REAUTHORIZATION OF PEDIATRIC HUMANI- TARIAN DEVICE EXCEPTIONS. Section 520(m)(6)(A)(iv) of the Federal Food, Drug, and Cosmetic Act (21 U.S.C. 360j(m)(6)(A)(iv)) is amended by striking "2017" and inserting "2022".
<ol> <li>14</li> <li>15</li> <li>16</li> <li>17</li> <li>18</li> <li>19</li> <li>20</li> </ol>	Subtitle B—Other Provisions SEC. 611. REAUTHORIZATION OF PEDIATRIC HUMANI- TARIAN DEVICE EXCEPTIONS. Section 520(m)(6)(A)(iv) of the Federal Food, Drug, and Cosmetic Act (21 U.S.C. 360j(m)(6)(A)(iv)) is amended by striking "2017" and inserting "2022". SEC. 612. REAUTHORIZATION OF PEDIATRIC DEVICE CON-
<ol> <li>14</li> <li>15</li> <li>16</li> <li>17</li> <li>18</li> <li>19</li> <li>20</li> <li>21</li> </ol>	Subtitle B—Other Provisions SEC. 611. REAUTHORIZATION OF PEDIATRIC HUMANI- TARIAN DEVICE EXCEPTIONS. Section 520(m)(6)(A)(iv) of the Federal Food, Drug, and Cosmetic Act (21 U.S.C. 360j(m)(6)(A)(iv)) is amended by striking "2017" and inserting "2022". SEC. 612. REAUTHORIZATION OF PEDIATRIC DEVICE CON- SORTIA.
<ol> <li>14</li> <li>15</li> <li>16</li> <li>17</li> <li>18</li> <li>19</li> <li>20</li> <li>21</li> <li>22</li> <li>23</li> </ol>	Subtitle B—Other Provisions SEC. 611. REAUTHORIZATION OF PEDIATRIC HUMANI- TARIAN DEVICE EXCEPTIONS. Section 520(m)(6)(A)(iv) of the Federal Food, Drug, and Cosmetic Act (21 U.S.C. 360j(m)(6)(A)(iv)) is amended by striking "2017" and inserting "2022". SEC. 612. REAUTHORIZATION OF PEDIATRIC DEVICE CON- SORTIA. Section 305(e) of Pediatric Medical Device Safety

	01
1	SEC. 613. REGULATION OF OVER-THE-COUNTER HEARING
2	AIDS.
3	(a) IN GENERAL.—Section 520 of the Federal Food,
4	Drug, and Cosmetic Act (21 U.S.C. 360j) is amended by
5	adding at the end the following:
6	"(p) Regulation of Over-the-Counter Hearing
7	AIDS.—
8	"(1) DEFINITION.—In this subsection, the term
9	'over-the-counter hearing aid' means a device—
10	"(A) that uses the same fundamental sci-
11	entific technology as air conduction hearing
12	aids (as defined in section 874.3300 of title 21,
13	Code of Federal Regulations) (or any successor
14	regulation) or wireless air conduction hearing
15	aids (as defined in section 874.3305 of title 21,
16	Code of Federal Regulations) (or any successor
17	regulation);
18	"(B) that is intended to be used by adults
19	over the age of 18 to compensate for perceived
20	mild to moderate hearing impairment;
21	"(C) that, through tools, tests, or software,
22	allows the user to control the over-the-counter
23	hearing aid and customize it to the user's hear-
24	ing needs;
25	"(D) that may

25 "(D) that may—

"(i) use wireless technology; or

"(ii) include tests for self-assessment
 of hearing loss; and

3 "(E) that is available over-the-counter,
4 without the supervision, prescription, or other
5 order, involvement, or intervention of a licensed
6 person, to consumers through in-person trans7 actions, by mail, or online.

8 "(2) REGULATION.—An over-the-counter hear-9 ing aid shall be subject to the regulations promul-10 gated in accordance with section 613(b) of the FDA 11 Reauthorization Act of 2017 and shall be exempt 12 from sections 801.420 and 801.421 of title 21, Code 13 of Federal Regulations (or any successor regula-14 tions).".

15 (b) REGULATIONS TO ESTABLISH CATEGORY.—

16 (1) IN GENERAL.—The Secretary of Health and 17 Human Services (referred to in this section as the 18 "Secretary"), not later than 3 years after the date 19 of enactment of this Act, shall promulgate proposed 20 regulations to establish a category of over-the-21 counter hearing aids, as defined in subsection (p) of 22 section 520 of the Federal Food, Drug, and Cos-23 metic Act (21 U.S.C. 360j) as amended by sub-24 section (a), and, not later than 180 days after the 25 date on which the public comment period on the pro-

posed regulations closes, shall issue such final regu lations.

3	(2) REQUIREMENTS.—In promulgating the reg-
4	ulations under paragraph (1), the Secretary shall—
5	(A) include requirements that provide rea-
6	sonable assurances of the safety and efficacy of
7	over-the-counter hearing aids;
8	(B) include requirements that establish or
9	adopt output limits appropriate for over-the-
10	counter hearing aids;
11	(C) include requirements for appropriate
12	labeling of the over-the-counter hearing aid, in-
13	cluding how consumers may report adverse
14	events, any conditions or contraindications, and

any advisements to consult promptly with a li-censed physician; and

(D) describe the requirements under which
the sale of over-the-counter hearing aids is permitted, without the supervision, prescription, or
other order, involvement, or intervention of a licensed person, to consumers through in-person
transactions, by mail, or online.

23 (3) PREMARKET NOTIFICATION.—The Sec24 retary shall make findings under section 510(m) of
25 the Federal Food, Drug, and Cosmetic Act (21)

U.S.C. 360(m)) to determine whether over-the counter hearing aids (as defined in section 520(p) of
 the Federal Food, Drug, and Cosmetic Act (21
 U.S.C. 360j), as amended by subsection (a)) require
 a report under section 510(k) to provide reasonable
 assurance of safety and effectiveness.

7 (4) EFFECT ON STATE LAW.—No State or local 8 government shall establish or continue in effect any 9 law, regulation, order, or other requirement specifi-10 cally applicable to hearing products that would re-11 strict or interfere with the servicing, marketing, sale, 12 dispensing, use, customer support, or distribution of 13 over-the-counter hearing aids (as defined in section 14 520(p) of the Federal Food, Drug, and Cosmetic 15 Act (21 U.S.C. 360j), as amended by subsection (a)) 16 through in-person transactions, by mail, or online, 17 that is different from, in addition to, or otherwise 18 not identical to, the regulations promulgated under 19 this subsection, including any State or local require-20 ment for the supervision, prescription, or other 21 order, involvement, or intervention of a licensed per-22 son for consumers to access over-the-counter hearing 23 aids.

24 (c) NEW GUIDANCE ISSUED.—Not later than the 25 date on which final regulations are issued under sub-

1 section (b), the Secretary shall update and finalize the 2 draft guidance of the Department of Health and Human Services entitled, "Regulatory Requirements for Hearing 3 4 Aid Devices and Personal Sound Amplification Products", 5 issued on November 7, 2013. Such updated and finalized guidance shall clarify which products, on the basis of 6 7 claims or other marketing, advertising, or labeling mate-8 rial, meet the definition of a device in section 201 of the 9 Federal Food, Drug, and Cosmetic Act (21 U.S.C. 321) and which products meet the definition of a personal 10 11 sound amplification product, as set forth in such guidance.

# 12 TITLE VII—GENERIC DRUG 13 ACCESS AND COMPETITION

#### 14 SEC. 701. COMPETITIVE GENERIC THERAPIES.

(a) IN GENERAL.—Chapter V of the Federal Food,
Drug, and Cosmetic Act (21 U.S.C. 351 et seq.) is amended by inserting after section 506G the following:

#### 18 "SEC. 506H. COMPETITIVE GENERIC THERAPIES.

"(a) IN GENERAL.—The Secretary shall, at the request of the sponsor of a drug that is designated as a
competitive generic therapy pursuant to subsection (b), expedite the development and review of such drug pursuant
to section 505(j).

24 "(b) DESIGNATION PROCESS.—

1	"(1) REQUEST.—The sponsor of a drug may re-
2	quest the Secretary to designate the drug as a com-
3	petitive generic therapy.
4	"(2) TIMING.—A request under paragraph (1)
5	may be made concurrently with, or at any time prior
6	to, the submission of an abbreviated new drug appli-
7	cation for the drug under section 505(j).
8	"(3) CRITERIA.—A drug is eligible for designa-
9	tion as a competitive generic therapy if the Sec-
10	retary determines that there is inadequate generic
11	competition.
12	"(4) DESIGNATION.—Not later than 60 cal-
13	endar days after the receipt of a request under para-
14	graph (1), the Secretary shall—
15	"(A) determine whether the drug that is
16	the subject of the request meets the criteria de-
17	scribed in paragraph (3); and
18	"(B) if the Secretary finds that the drug
19	meets such criteria, designate the drug as a
20	competitive generic therapy.
21	"(c) ACTIONS.—In expediting the development and
22	review of a drug under subsection (a), the Secretary shall,
23	as appropriate, take actions including the following:
24	"(1) Hold meetings with the sponsor and the
25	review team throughout the development of the drug

prior to submission of the application for such drug
 under section 505(j).

"(2) Provide timely advice to, and interactive
communication with, the sponsor regarding the development of the drug to ensure that the development program to gather the nonclinical and clinical
data necessary for approval is as efficient as practicable.

9 "(3) Involve senior managers and experienced
10 review staff, as appropriate, in a collaborative, cross11 disciplinary review, including with respect to drug12 device combination products and other complex
13 products.

14 "(4) Assign a cross-disciplinary project lead for
15 the Food and Drug Administration review team—

16 "(A) to facilitate an efficient review of the
17 development program and application, including
18 manufacturing inspections; and

19 "(B) to serve as a scientific liaison between20 the review team and the sponsor.

21 "(d) DEFINITIONS.—In this section:

"(1) The term 'generic drug' means a drug thatis approved pursuant to section 505(j).

24 "(2) The term 'inadequate generic competition'
25 means there is not more than one approved drug

1	product on the list of products described in section
2	505(j)(7)(A) (not including products on the discon-
3	tinued section of such list) that is—
4	"(A) the reference listed drug; or
5	"(B) a generic drug with the same ref-
6	erence listed drug as the drug for which des-
7	ignation as a competitive generic therapy is
8	sought.
9	"(3) The term 'reference listed drug' means the
10	listed drug (as such term is used in section $505(j)$ )
11	for the drug involved.".
12	(b) Guidance; Amended Regulations.—
13	(1) IN GENERAL.—
13 14	<ul><li>(1) IN GENERAL.—</li><li>(A) ISSUANCE.—The Secretary of Health</li></ul>
14	(A) ISSUANCE.—The Secretary of Health
14 15	(A) ISSUANCE.—The Secretary of Health and Human Services shall—
14 15 16	<ul> <li>(A) ISSUANCE.—The Secretary of Health and Human Services shall—</li> <li>(i) not later than 18 months after the</li> </ul>
14 15 16 17	<ul> <li>(A) ISSUANCE.—The Secretary of Health and Human Services shall—</li> <li>(i) not later than 18 months after the date of enactment of this Act, issue draft</li> </ul>
14 15 16 17 18	<ul> <li>(A) ISSUANCE.—The Secretary of Health and Human Services shall— <ul> <li>(i) not later than 18 months after the date of enactment of this Act, issue draft guidance on the provisions of section 506H</li> </ul> </li> </ul>
14 15 16 17 18 19	<ul> <li>(A) ISSUANCE.—The Secretary of Health and Human Services shall— <ul> <li>(i) not later than 18 months after the date of enactment of this Act, issue draft guidance on the provisions of section 506H of the Federal Food, Drug, and Cosmetic</li> </ul> </li> </ul>
<ol> <li>14</li> <li>15</li> <li>16</li> <li>17</li> <li>18</li> <li>19</li> <li>20</li> </ol>	<ul> <li>(A) ISSUANCE.—The Secretary of Health and Human Services shall— <ul> <li>(i) not later than 18 months after the date of enactment of this Act, issue draft guidance on the provisions of section 506H of the Federal Food, Drug, and Cosmetic Act, as added by subsection (a); and</li> </ul> </li> </ul>
<ol> <li>14</li> <li>15</li> <li>16</li> <li>17</li> <li>18</li> <li>19</li> <li>20</li> <li>21</li> </ol>	<ul> <li>(A) ISSUANCE.—The Secretary of Health and Human Services shall— <ul> <li>(i) not later than 18 months after the date of enactment of this Act, issue draft guidance on the provisions of section 506H of the Federal Food, Drug, and Cosmetic Act, as added by subsection (a); and</li> <li>(ii) not later than 1 year after the</li> </ul> </li> </ul>

1	(B) CONTENTS.—The guidance issued
2	under this subsection shall—
3	(i) specify the process and criteria by
4	which the Secretary makes a designation
5	under section 506H of the Federal Food,
6	Drug, and Cosmetic Act, as added by sub-
7	section (a);
8	(ii) specify the actions the Secretary
9	will take to expedite the development and
10	review of a competitive generic therapy
11	pursuant to such a designation; and
12	(iii) include good review management
13	practices for competitive generic therapies.
14	(2) Amended regulations.—
15	(A) IN GENERAL.—If the Secretary of
16	Health and Human Services determines that it
17	is necessary to amend the regulations under
18	title 21, Code of Federal Regulations, in order
19	to implement section 506H of the Federal
20	Food, Drug, and Cosmetic Act, as added by
21	subsection (a), the Secretary shall amend such
22	regulations not later than 2 years after the date
23	of enactment of this Act.
24	(B) PROCEDURE.—In carrying out sub-

1	tions to implement such section 506H, the Sec-
2	retary shall—
3	(i) issue a notice of proposed rule-
4	making that includes the proposed regula-
5	tion;
6	(ii) provide a period of not less than
7	60 days for comments on the proposed reg-
8	ulation; and
9	(iii) publish the final regulation not
10	less than 30 days before the effective date
11	of the regulation.
12	SEC. 702. ENHANCING REGULATORY TRANSPARENCY TO
13	ENHANCE GENERIC COMPETITION.
13 14	<b>ENHANCE GENERIC COMPETITION.</b> Section 505(j) of the Federal Food, Drug, and Cos-
14	Section 505(j) of the Federal Food, Drug, and Cos-
14 15 16	Section 505(j) of the Federal Food, Drug, and Cos- metic Act (21 U.S.C. 355) is amended by adding at the
14 15	Section 505(j) of the Federal Food, Drug, and Cos- metic Act (21 U.S.C. 355) is amended by adding at the end the following:
14 15 16 17	Section 505(j) of the Federal Food, Drug, and Cos- metic Act (21 U.S.C. 355) is amended by adding at the end the following: "(11) Upon the request of an applicant regarding one
14 15 16 17 18	Section 505(j) of the Federal Food, Drug, and Cos- metic Act (21 U.S.C. 355) is amended by adding at the end the following: "(11) Upon the request of an applicant regarding one or more specified pending applications under this sub-
14 15 16 17 18 19	Section 505(j) of the Federal Food, Drug, and Cos- metic Act (21 U.S.C. 355) is amended by adding at the end the following: "(11) Upon the request of an applicant regarding one or more specified pending applications under this sub- section, the Secretary shall—
<ol> <li>14</li> <li>15</li> <li>16</li> <li>17</li> <li>18</li> <li>19</li> <li>20</li> </ol>	Section 505(j) of the Federal Food, Drug, and Cos- metic Act (21 U.S.C. 355) is amended by adding at the end the following: "(11) Upon the request of an applicant regarding one or more specified pending applications under this sub- section, the Secretary shall— "(A) by telephone or electronic mail, provide re-
<ol> <li>14</li> <li>15</li> <li>16</li> <li>17</li> <li>18</li> <li>19</li> <li>20</li> <li>21</li> </ol>	Section 505(j) of the Federal Food, Drug, and Cos- metic Act (21 U.S.C. 355) is amended by adding at the end the following: "(11) Upon the request of an applicant regarding one or more specified pending applications under this sub- section, the Secretary shall— "(A) by telephone or electronic mail, provide re- view status updates; and

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1	SEC. 703. INCENTIVIZING COMPETITIVE GENERIC THERAPY
2	DEVELOPMENT.
3	Section $505(j)(5)$ of the Federal Food, Drug, and
4	Cosmetic Act (21 U.S.C. 355(j)(5)) is amended—
5	(1) in subparagraph (B), by adding at the end
6	the following:
7	"(v) 180-day exclusivity period for com-
8	PETITIVE GENERIC THERAPIES.—
9	"(I) Effectiveness of application.—If
10	the application is for a competitive generic ther-
11	apy, the application shall be made effective on
12	the date that is 180 days after the date of the
13	first commercial marketing of the competitive
14	generic therapy.
15	"(II) DEFINITION.—In this clause and
16	subparagraph (D)(iv), the term 'competitive ge-
17	neric therapy' means a drug—
18	"(aa) that is designated as a competi-
19	tive generic therapy under section 506H;
20	and
21	"(bb) for which there are no blocking
22	patents or exclusivities on the list of prod-
23	ucts described in section $505(j)(7)(A)$ .";
24	and
25	(2) in subparagraph (D), by adding at the end
26	the following:

1	"(iv) Special forfeiture rule for
2	COMPETITIVE GENERIC THERAPY.—The
3	180-day exclusivity period described in
4	subparagraph (B)(v) shall be forfeited by
5	the holder of the approved abbreviated ap-
6	plication for the competitive generic ther-
7	apy involved if the holder fails to market
8	the competitive generic therapy within 75
9	days after the date on which the approval
10	of the application is made effective.".
11	SEC. 704. TROPICAL DISEASE PRODUCT APPLICATION.
12	Subparagraph (A) of section $524(a)(4)$ of the Federal
13	Food, Drug, and Cosmetic Act (21 U.S.C. 360n(a)(4)) is
14	amended—
15	(1) in clause (i), by striking "and" at the end;
16	(2) in clause (ii), by inserting "and" after the
17	semicolon at the end; and
18	(3) by adding at the end the following:
19	"(iii) that contains reports of one or
20	more new clinical investigations (other
21	than bio-availability studies) that—
22	"(I) are essential to the approval
23	of the application and conducted or
24	sponsored by the applicant; and

1 "(II) were not relied upon for 2 marketing authority by a foreign na-3 tional regulatory authority prior to 4 September 27, 2007.". 5 SEC. 705. GAO STUDY OF ISSUES REGARDING FIRST CYCLE 6 **APPROVALS OF GENERIC MEDICINES.** 7 (a) STUDY BY GAO.—The Comptroller General of the United States shall conduct a study to determine the 8 9 following: 10 (1) The rate of first cycle approvals and ten-11 tative approvals for generic drug applications sub-12 mitted during the period beginning on October 1, 13 2012, and ending on September 30, 2017. The rate 14 of first cycle approvals and tentative approvals shall 15 be determined and reported per each GDUFA cohort 16 year during this period. 17 (2) If the rate determined pursuant to para-18 graph (1) for any GDUFA cohort year is lower than 19 20 percent, the reasons contributing to the relatively 20 low rate of first cycle approvals and tentative ap-21 provals for generic drug applications shall be 22 itemized, assessed, and reported. In making the as-23 sessment required by this paragraph, the Comp-24 troller General shall consider, among other things, 25 the role played by—

1	(A) the Food and Drug Administration's
2	implementation of approval standards for ge-
3	neric drug applications;
4	(B) the extent to which those approval
5	standards are communicated clearly to industry
6	and applied consistently during the review proc-
7	ess;
8	(C) the procedures for reviewing generic
9	drug applications, including timelines for review
10	activities by the Food and Drug Administra-
11	tion;
12	(D) the extent to which those procedures
13	are followed consistently (and those timelines
14	are met) by the Food and Drug Administration;
15	(E) the processes and practices for com-
16	munication between the Food and Drug Admin-
17	istration and sponsors of generic drug applica-
18	tions; and
19	(F) the completeness and quality of origi-
20	nal generic drug applications submitted to the
21	Food and Drug Administration.
22	(3) Taking into account the determinations
23	made pursuant to paragraphs $(1)$ and $(2)$ and any
24	review process improvements implemented pursuant
25	to this Act, whether there are ways the review proc-

1	ess for generic drugs could be improved to increase
2	the rate of first cycle approvals and tentative ap-
3	provals for generic drug applications. In making this
4	determination, the Comptroller General shall con-
5	sider, among other things, options for increasing re-
6	view efficiency and communication effectiveness.
7	(b) CONSULTATION.—The Comptroller General shall
8	conduct the study under subsection (a) in consultation
9	with—
10	(1) the Secretary of Health and Human Serv-
11	ices, acting through the Commissioner of Food and
12	Drugs; and
13	(2) sponsors of generic drug applications and
14	organizations representing sponsors of generic drug
15	applications.
16	(c) INITIATION AND COMPLETION DATES.—Not later
17	than 90 days after the date of enactment of this Act, the
18	Comptroller General shall initiate the study under sub-
19	section (a). Not later than the expiration of the 2-year
20	period beginning on the date of enactment of this Act, the
21	Comptroller General shall complete the study under sub-
22	
	section (a) and submit a report describing the findings
23	section (a) and submit a report describing the findings and conclusions of the study to the Secretary, the Com-

resentatives, and the Committee on Health, Education, 1 2 Labor, and Pensions of the Senate. 3 (d) DEFINITIONS.—For purposes of this section: (1) The term "GDUFA cohort year" means a 4 5 fiscal year. 6 (2) The term "generic drug" means a drug that 7 is approved or is seeking approval under section 8 505(j) of the Federal Food, Drug, and Cosmetic Act 9 (21 U.S.C. 355(j)). 10 (3) The term "generic drug application" means 11 an abbreviated new drug application for the approval 12 of a generic drug under section 505(j) of the Fed-13 eral Food, Drug, and Cosmetic Act (21 U.S.C. 14 355(j)). (4) The term "Secretary" means the Secretary 15 of Health and Human Services. 16 17 (5)(A) The term "first cycle approvals and ten-18 tative approvals" means the approval or tentative 19 approval of a generic drug application after the 20 Food and Drug Administration's complete review of 21 the application and without issuance of one or more 22 complete response letters. 23 (B) For purposes of this paragraph, the term "complete response letter" means a written commu-24 25 nication to the sponsor of a generic drug application

or holder of a drug master file (DMF) from the
Food and Drug Administration describing all of the
deficiencies that the Administration has identified in
the generic drug application (including pending
amendments) or drug master file that must be satisfactorily addressed before the generic drug application can be approved.

# 8 **TITLE VIII—ADDITIONAL** 9 **PROVISIONS**

10 SEC. 801. TECHNICAL CORRECTIONS.

(a) Section 3075(a) of the 21st Century Cures Act
(Public Law 114–255) is amended—

(1) in the matter preceding paragraph (1), by
striking "as amended by section 2074" and inserting
"as amended by section 3102"; and

16 (2) in paragraph (2), by striking "section
17 2074(1)(C)" and inserting "section 3102(1)(C)".

(b) Section 506G(b)(1)(A) of the Federal Food,
Drug, and Cosmetic Act (21 U.S.C. 356g(b)(1)(A)) is
amended by striking "identity" and inserting "identify".

(c) Section 505F(b) of the Federal Food, Drug, and
Cosmetic Act (21 U.S.C.355g(b)) is amended by striking
"randomized" and inserting "traditional".

(d) Section 505F(d) of the Federal Food, Drug, and
 Cosmetic Act (21 U.S.C. 355g(d)) is amended by striking
 "2" and inserting "3".

4 (e) Effective as of the enactment of the 21st Century
5 Cures Act (Public Law 114–255)—

6 (1) section 3051(a) of such Act is amended by
7 striking "by inserting after section 515B" and in8 serting "by inserting after section 515A"; and

9 (2) section 515C of the Federal Food, Drug,
10 and Cosmetic Act (21 U.S.C. 360e-3), as inserted
11 by such section 3051(a), is redesignated as section
12 515B.

(f) Section 515B(f)(2) of the Federal Food, Drug,
and Cosmetic Act (21 U.S.C. 360e–3(f)(2)), as redesignated by subsection (d)(2) of this section, is amended by
striking "a proposed guidance" and inserting "a draft
version of that guidance".

(g) Section 513(b)(5)(D) of the Federal Food, Drug,
and Cosmetic Act (21 U.S.C. 360c(b)(5)(D)) is amended
by striking "medical device submissions" and inserting
"medical devices that may be specifically the subject of
a review by a classification panel".

# 1 SEC. 802. REAUTHORIZATION OF THE CRITICAL PATH PUB-

#### LIC-PRIVATE PARTNERSHIPS.

3 Section 566(f) of the Federal Food, Drug, and Cos4 metic Act (21 U.S.C. 360bbb-5(f)) is amended by striking
5 "2013 through 2017" and inserting "2018 through
6 2022".