## 117TH CONGRESS 1ST SESSION H.R.6000

To continue the acceleration of the discovery, development, and delivery of 21st century cures, and for other purposes.

## IN THE HOUSE OF REPRESENTATIVES

#### NOVEMBER 17, 2021

Ms. DEGETTE (for herself and Mr. UPTON) introduced the following bill; which was referred to the Committee on Energy and Commerce, and in addition to the Committees on Ways and Means, the Budget, Science, Space, and Technology, Agriculture, Education and Labor, Armed Services, Natural Resources, Veterans' Affairs, Homeland Security, and the Judiciary, for a period to be subsequently determined by the Speaker, in each case for consideration of such provisions as fall within the jurisdiction of the committee concerned

# A BILL

To continue the acceleration of the discovery, development, and delivery of 21st century cures, 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 "Cures 2.0 Act".

## 5 SEC. 2. TABLE OF CONTENTS.

6 The table of contents of this Act is as follows:

Sec. 1. Short title.

Sec. 2. Table of contents.

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- Sec. 101. Further understanding the implications of long COVID.
- Sec. 102. National strategy to prevent and respond to pandemics.
- Sec. 103. Pandemic preparedness rare disease support program.
- Sec. 104. Vaccine and immunization programs.
- Sec. 105. Developing antimicrobial innovations.

#### TITLE II—PATIENTS AND CAREGIVERS

- Sec. 201. Educational programs and training for caregivers.
- Sec. 202. Increasing health literacy to promote better outcomes for patients.
- Sec. 203. Increasing diversity in clinical trials.
- Sec. 204. Patient experience data.
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#### TITLE III—FOOD AND DRUG ADMINISTRATION

- Sec. 301. Report on collaboration and alignment in regulating digital health technologies.
- Sec. 302. Grants for novel trial designs and other innovations in drug development.
- Sec. 303. FDA cell and gene therapy.
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- Sec. 305. Improving FDA–CMS communication regarding transformative new therapies.
- Sec. 306. Establishment of additional Intercenter Institutes at the Food and Drug Administration.
- Sec. 307. Accelerating timeline for breakthrough and RMAT designations.
- Sec. 308. Guidance regarding development and submission of chemistry, manufacturing, and controls information for expedited approval.
- Sec. 309. Post-approval study requirements for accelerated approval.
- Sec. 310. Recommendations to decentralize clinical trials.

#### TITLE IV—CENTERS FOR MEDICARE & MEDICAID SERVICES

- Sec. 401. GAO study and report.
- Sec. 402. Strategies to increase access to telehealth under Medicaid and Children's Health Insurance Program.
- Sec. 403. Extending Medicare telehealth flexibilities.
- Sec. 404. Coverage and payment for breakthrough devices under the Medicare program.
- Sec. 405. Secretary of Health and Human Services report on coverage for innovative technologies.
- Sec. 406. Secretary of Health and Human Services report on CMS computer systems.
- Sec. 407. Precision Medicine Answers for Kids Today.
- Sec. 408. Medicare coverage for consultations.
- Sec. 409. Prohibiting the use of geographic tracking features and biometrics within Medicaid electronic visit verification systems.
- Sec. 410. Generally accepted standard for electronic prescribing.
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#### TITLE V—RESEARCH

Sec. 501. Advanced Research Projects Agency for Health.

Sec. 502. Research investment to spark the economy. Sec. 503. Research Policy Board reauthorization.

## 1 TITLE I—PUBLIC HEALTH

# 2 SEC. 101. FURTHER UNDERSTANDING THE IMPLICATIONS 3 OF LONG COVID.

4 (a) SOURCES OF COVERAGE SURVEY.—The Sec5 retary of Health and Human Services shall—

6 (1) conduct a large national survey of patients
7 who self-identify as having long COVID to assess
8 sources of health coverage, long-term care coverage,
9 and disability coverage for long COVID and related
10 symptoms; and

11 (2) not later than 6 months after the date of 12 the enactment of this Act, complete such survey and 13 submit a report on the results of such survey to the 14 Committees on Energy and Commerce, Ways and 15 Means, and Education and Labor of the House of 16 Representatives and the Committees on Health, 17 Education, Labor, and Pensions and Finance of the 18 Senate.

19 (b) LEARNING COLLABORATIVE.—

20 (1) NATIONAL MEETINGS.—The Secretary of
21 Health and Human Services shall—

(A) convene a series of not less than four
national meetings, that may be virtual, to serve
as the basis of an ongoing long COVID learning

collaborative with individuals and organizations representing key sectors of the health care community; and

4 (B) invite to participate in such meetings 5 individuals who represent the views of health 6 plan representatives, health care providers (in-7 cluding hospitals, physicians, and nurses), med-8 ical and scientific researchers, patient and con-9 sumer advocates, data scientists, health care 10 service providers, providers of workers com-11 pensation, employers, and developers of diag-12 nostic and therapeutic products, including clin-13 ical laboratories.

14 (2) TERMINATION OF MEETINGS.—The Sec15 retary shall continue to convene national meetings
16 under paragraph (1) for—

17 (A) not less than 2 years after the date of18 the enactment of this Act; and

(B) each fiscal year thereafter, unless the
Secretary determines that the public health and
medical knowledge with respect to long COVID
has sufficiently advanced to ensure widespread
understanding of the characteristics of long
COVID, including—

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(i) the etiology, progression, similarity
to other conditions, and duration of long
COVID; and
(ii) conditions that interact with long
COVID.
(c) Long COVID Scientific Research for Chil-
DREN.—
(1) IN GENERAL.—Beginning not later than
180 days after the date of the enactment of this Act,
the Director of the National Institutes of Health
shall award grants to hospitals for children, pedi-
atric researchers, academic medical centers, and
other appropriate organizations to research the long-
term effects and treatment of COVID-19 in chil-
dren, including long COVID.
(2) Authorization of appropriations.—Of
the amounts made available for research and clinical
trials related to long-term studies of COVID-19
under the heading "National Institutes of Health—
Office of the Director" of title III of the Consoli-
dated Appropriations Act, 2021 (Public Law 116–
260), there are authorized to be appropriated such
sums as may be necessary to carry out this sub-
section.
(d) Study on Disparities in Long COVID.—

1	(1) IN GENERAL.—Not later than 90 days after
2	the date of the enactment of this Act, the Secretary
3	of Health and Human Services shall seek to enter
4	into an arrangement with the National Academy of
5	Medicine under which the Academy conducts a study
6	to evaluate disparities in racial and ethnic minority
7	groups with respect to diagnosis of, severity of
8	symptoms, access to care, and treatment for long
9	COVID.
10	(2) CONTENT.—The study under paragraph (1)
11	shall—
12	(A) with respect to individuals who are
13	Black, Hispanic, American Indian, Alaska Na-
14	tive, or who belong to other racial and ethnic
15	populations—
16	(i) evaluate the prevalence of long
17	COVID;
18	(ii) evaluate the rates of hospitaliza-
19	tion and death from COVID-19; and
20	(iii) evaluate and identify factors that
21	increase the risk of severity of long
22	COVID; and
23	(B) include recommendations to identify
24	and address the disparities described in para-

2 ties. 3 (3)AUTHORIZATION OF APPROPRIATIONS.— 4 There is authorized to be appropriated to carry out 5 this subsection \$5,000,000 for fiscal year 2022, to 6 remain available until expended. 7 (e) EDUCATION AND DISSEMINATION OF INFORMA-8 TION WITH RESPECT TO LONG-TERM SYMPTOMS OF COVID-19.— 9 10 (1) LONG COVID PUBLIC EDUCATION PRO-11 GRAM.—The Secretary of Health and Human Serv-12 ices, acting through the Director of the Centers for 13 Disease Control and Prevention, shall develop and 14 disseminate to the public information regarding long 15 COVID, including information on— 16 (A) the awareness, incidence, and common 17 symptoms of long COVID; and 18 (B) the availability, as medically appro-19 priate, of treatment options for long COVID. 20 (2) LONG COVID PROVIDER EDUCATION PRO-21 GRAM.—The Secretary of Health and Human Serv-22 ices, acting through the Director of the Centers for 23 Disease Control and Prevention, shall in consulta-24 tion with communities of individuals diagnosed with 25 long COVID, develop and disseminate to health care

graph (1), including the causes of such dispari-

providers information on long COVID for the pur-
pose of ensuring that such providers remain in-
formed about current information on long COVID.
(3) ARRANGEMENT AUTHORITY.—The Sec-
retary of Health and Human Services may dissemi-
nate information under paragraphs $(1)$ and $(2)$ di-
rectly or through arrangements with intra-agency
initiatives, nonprofit organizations, consumer
groups, institutions of higher learning (as defined in
section $101$ of the Higher Education Act of $1965$
(20 U.S.C. 1001)), or Federal, State, or local public
private partnerships.
(4) Authorization of appropriations.—
There is authorized to be appropriated to carry out
this section \$30,000,000 for fiscal year 2022, which
shall remain available until expended.
SEC. 102. NATIONAL STRATEGY TO PREVENT AND RESPOND
TO PANDEMICS.
(a) IN GENERAL.—Not later than 90 days after the

20 date of the enactment of this Act, the President, acting
21 through the Secretary of Health and Human Services,
22 shall—

(1) develop and implement a national strategy
to prevent and respond to pandemics and other public health emergencies for which a declaration is

made under section 319 of the Public Health Service
 Act (42 U.S.C. 247d); and

3 (2) base such strategy on lessons learned, and
4 best practices developed, as a result of the COVID5 19 pandemic.

6 (b) CONTENTS.—The national strategy under sub-7 section (a) shall at a minimum address each of the fol-8 lowing:

9 (1) Strategies for testing (including point-of-10 care testing and testing at nonmedical sites) to fos-11 ter expedient results and personalized medical re-12 sponses for patients and communities, including for 13 medically underserved populations.

14 (2) Methods of data sharing to use testing to
15 inform surveillance and other pandemic monitoring
16 and response efforts.

17 (3) Strategies to enable Americans to continue
18 to work, or return to work, or continue to remain in,
19 or return to, in-person school and childcare settings
20 safely.

(4) Modernizing and expanding domestic drug
manufacturing, including through the use of continuous manufacturing.

24 (5) Developing and administering vaccines,25 therapeutics, and other medical supplies, including

1	for children, racial and ethnic minorities, and people
2	with disabilities.

# 3 SEC. 103. PANDEMIC PREPAREDNESS RARE DISEASE SUP4 PORT PROGRAM.

Subtitle B of title XXVIII of the Public Health Service Act (42 U.S.C. 300hh–10 et seq.) is amended by inresting after section 2815 of such Act the following:

## 8 "SEC. 2816. PANDEMIC PREPAREDNESS PLAN.

9 "(a) IN GENERAL.—The Secretary, acting through 10 the Administrator of the Health Resources and Services 11 Administration and in collaboration with the Director of 12 the Centers for Disease Control and Prevention, shall 13 award grants to eligible organizations to develop a pan-14 demic preparedness plan regarding—

"(1) the challenges faced by patients and the
family caregivers of such patients served by the respective eligible organizations during the COVID-19
pandemic;

19 "(2) potential challenges for the respective eligi20 ble organizations during future pandemics and other
21 public health emergencies;

"(3) how the respective eligible organizations
plan to overcome the challenges described in paragraphs (1) and (2), including how the respective organizations plan to support patients, their families,

1	and health care providers to overcome such chal-
2	lenges; and
3	"(4) efforts to partner with local, State, and
4	Federal governments to promote a coordinated re-
5	sponse to future pandemics and other public health
6	emergencies.
7	"(b) PRIORITY.—In awarding grants under this sec-
8	tion, the Secretary shall give priority to eligible organiza-
9	tions that are rare disease or condition organizations.
10	"(c) DEFINITIONS.—In this section:
11	"(1) The term 'eligible organization' means an
12	organization that—
13	"(A) is described in section 501(c) of the
14	Internal Revenue Code of 1986 and exempt
15	from tax under section $501(a)$ of such Code;
16	and
17	"(B) provides support and other resources
18	to patients and their families for accessing and
19	paying for medical care.
20	((2) The term 'public health emergency' means
21	a public health emergency declared under section
22	319.
23	"(3) The term 'rare disease or condition' has
24	the meaning given to such term in section $526(a)$ of
25	the Federal Food, Drug, and Cosmetic Act.

"(d) AUTHORIZATION OF APPROPRIATIONS.—There
 is authorized to be appropriated to carry out this section
 \$25,000,000 for each of fiscal years 2022 through 2024.".

## 4 SEC. 104. VACCINE AND IMMUNIZATION PROGRAMS.

5 (a) Additional Funding for Vaccine Aware-6 NESS.—There are authorized to be appropriated to the 7 Centers for Disease Control and Prevention \$25,000,000 8 for each of fiscal years 2022 through 2024 for the purpose 9 of carrying out an awareness campaign to educate the 10 public with respect to the safety and importance of vaccines. The amounts authorized by the preceding sentence 11 are in addition to amounts otherwise available for such 12 13 purpose.

14 (b) STRENGTHENING THE IMMUNIZATION INFORMA-15 TION SYSTEM.—There are authorized to be appropriated 16 to the Centers for Disease Control and Prevention 17 \$25,000,000 for each of fiscal years 2022 through 2024 for the purpose of strengthening immunization informa-18 19 tion systems. The amounts authorized by the preceding 20sentence are in addition to amounts otherwise available 21 for such purpose.

## 22 SEC. 105. DEVELOPING ANTIMICROBIAL INNOVATIONS.

Title III of the Public Health Service Act (42 U.S.C.
24 241 et seq.) is amended by adding at the end the following:

1	<b>"PART W—DEVELOPING ANTIMICROBIAL</b>
2	INNOVATIONS
3	"SEC. 39900. ESTABLISHMENT OF COMMITTEE; SUBSCRIP-
4	TION MODEL; ADVISORY GROUP.
5	"(a) IN GENERAL.—Not later than 60 days after the
6	date of the enactment of this part, the Secretary shall es-
7	tablish a Committee on Critical Need Antimicrobials and
8	appoint members to the Committee.
9	"(b) Members.—
10	"(1) IN GENERAL.—The Committee shall con-
11	sist of at least one representative from each of the
12	National Institute of Allergy and Infectious Dis-
13	eases, the Centers for Disease Control and Preven-
14	tion, the Biomedical Advanced Research and Devel-
15	opment Authority, the Food and Drug Administra-
16	tion, the Centers for Medicare & Medicaid Services,
17	the Veterans Health Administration, and the De-
18	partment of Defense.
19	"(2) CHAIR.—The Secretary shall appoint one
20	of the members of the Committee to serve as the
21	Chair of the Committee.
22	"(c) DUTIES.—Not later than 1 year after the ap-
23	pointment of all initial members of the Committee, the
24	Secretary, in collaboration with the Committee, and in

25 consultation with the Critical Need Antimicrobials Advi-

sory Group established under subsection (g), shall do the
 following:

3 "(1) Develop a list of infections for which new 4 antimicrobial drug development is needed, taking 5 into account organisms, sites of infection, and type 6 of infections for which there is an unmet medical 7 need, findings from the most recent report entitled 8 'Antibiotic Resistance Threats in the United States' 9 issued by the Centers for Disease Control and Pre-10 vention, or an anticipated unmet medical need, in-11 cluding a potential global health security threat. For 12 the list developed under this paragraph, the Sec-13 retary, in collaboration with the Committee, may use 14 the infection list in such most recent report for up 15 to 3 years following the date of the enactment of 16 this part and subsequently update the list under this 17 paragraph in accordance with subsection (e).

18 "(2) Develop regulations, in accordance with 19 subsection (d), outlining favored characteristics of 20 critical need antimicrobial drugs, that are evidence 21 based, clinically focused, and designed to treat the 22 infections described in paragraph (1), and estab-23 lishing criteria for how each such characteristic will 24 adjust the monetary value of a subscription contract 25 awarded under subsection (f) or section 399QQ. The

1	favored characteristics shall be weighed for purposes
2	of such monetary value such that meeting certain
3	characteristics, or meeting more than one such char-
4	acteristic, increases the monetary value. Such fa-
5	vored characteristics of an antimicrobial drug shall
6	include—
7	"(A) treating infections on the list under
8	paragraph (1);
9	"(B) improving clinical outcomes for pa-
10	tients with multi-drug-resistant infections;
11	"(C) being a first-approved antimicrobial
12	drug that has the potential to address unmet
13	medical needs for the treatment of a serious or
14	life-threatening infection, and, to a lesser ex-
15	tent, second and third drugs that treat such in-
16	fections;
17	"(D) route of administration, especially
18	through oral administration;
19	"(E)(i) containing no active moiety (as de-
20	fined by the Secretary in section 314.3 of title
21	21, Code of Federal Regulations (or any suc-
22	cessor regulations)) that has been approved in
23	any other application under section 505(b) of
24	the Federal Food, Drug, and Cosmetic Act or
25	intending to be the subject of a new original

1	biologics license application under section
2	351(a);
3	"(ii) being a member of a new class of
4	drugs with a novel target and novel mode of ac-
5	tion that are distinctly different from the target
6	or mode of any antimicrobial drug approved
7	under section 505 of such Act or licensed under
8	section 351, including reduced toxicity;
9	"(iii) not being affected by cross-resistance
10	to any antimicrobial drug approved under such
11	section 505 or licensed under such section 351;
12	"(F) addressing a multi-drug-resistant in-
13	fection through a novel chemical scaffold or
14	mechanism of action;
15	"(G) having received a transitional sub-
16	scription contract under subsection (f); and
17	"(H) any other characteristic the Sec-
18	retary, in collaboration with the Committee, de-
19	termines necessary.
20	"(d) REGULATIONS.—
21	"(1) IN GENERAL.—Not later than 1 year after
22	the appointment of the initial members of the Com-
23	mittee, the Secretary shall issue proposed regula-

tions which shall include—

1	"(A) a process by which the sponsors can
2	apply for an antimicrobial drug to become a
3	critical need antimicrobial drug under section
4	399PP;
5	"(B) how subscription contracts under
6	such section shall be established and paid;
7	"(C) the favored characteristics under sub-
8	section $(c)(2)$ , how such characteristics will be
9	weighed, and the minimum number and kind of
10	favored characteristics needed for an anti-
11	microbial drug to be designated a critical need
12	antimicrobial drug; and
13	"(D) other elements of the subscription
14	contract process, in accordance with this part.
15	"(2) DEVELOPMENT OF FINAL REGULA-
16	TIONS.—Before finalizing the regulations under
17	paragraph (1), the Secretary shall solicit public com-
18	ment and hold public meetings for the period begin-
19	ning on the date on which the proposed regulations
20	are issued and ending on the date that is 120 days
21	after such date of issuance. The Secretary shall fi-
22	nalize and publish such regulations not later than
23	120 days after the close of such period of public
24	comment and meetings.

1 "(3) SUBSCRIPTION CONTRACT OFFICE.—Not 2 later than 6 months after the date of the enactment 3 of this part, the Secretary shall propose an agency 4 or office in the Department of Health and Human 5 Services to manage the establishment and payment 6 of subscription contracts awarded under section 7 399QQ, including eligibility, requirements, and con-8 tract amounts. The Secretary shall solicit public 9 comment and finalize the agency or office no later 10 than 45 days following the proposed agency or of-11 fice. Such agency or office shall be referred to as the 12 'Subscription Contract Office'.

"(e) LIST OF INFECTIONS.—The Secretary, in collaboration with the Committee, shall update the list of infections under subsection (c)(1) at least every 2 years.

16 "(f) TRANSITIONAL SUBSCRIPTION CONTRACTS.—

17 "(1) IN GENERAL.—Not earlier than 30 days 18 after the date of the enactment of this part and end-19 ing on the date that the Secretary finalizes the sub-20 scription contract regulations under subsection (d), 21 the Secretary may use up to \$1,000,000,000 of the 22 amount appropriated under section 399SS(a) to en-23 gage in transitional subscription contracts of up to 24 3 years in length with antimicrobial developers, as 25 determined by the Secretary, that have developed

1	antimicrobial drugs treating infections listed in the
2	most recent report entitled 'Antibiotic Resistance
3	Threats in the United States' issued by the Centers
4	for Disease Control and Prevention, and may include
5	antimicrobial drugs that are qualified infectious dis-
6	ease products (as defined in section $505E(g)$ of the
7	Federal Food, Drug, and Cosmetic Act), innovative
8	biological products, or innovative drugs that achieve
9	a clinical outcome through immunomodulation. Such
10	a contract may authorize the contractor to use funds
11	made available under the contract for completion of
12	postmarketing clinical studies, manufacturing, and
13	other preclinical and clinical efforts.
13 14	other preclinical and clinical efforts. "(2) REQUIREMENTS.—
14	"(2) Requirements.—
14 15	"(2) REQUIREMENTS.— "(A) IN GENERAL.—The Secretary,
14 15 16	"(2) REQUIREMENTS.— "(A) IN GENERAL.—The Secretary, through the office described in paragraph (4),
14 15 16 17	"(2) REQUIREMENTS.— "(A) IN GENERAL.—The Secretary, through the office described in paragraph (4), may enter into a contract under paragraph
14 15 16 17 18	"(2) REQUIREMENTS.— "(A) IN GENERAL.—The Secretary, through the office described in paragraph (4), may enter into a contract under paragraph (1)—
<ol> <li>14</li> <li>15</li> <li>16</li> <li>17</li> <li>18</li> <li>19</li> </ol>	<ul> <li>"(2) REQUIREMENTS.—</li> <li>"(A) IN GENERAL.—The Secretary, through the office described in paragraph (4), may enter into a contract under paragraph (1)—</li> <li>"(i) if the Secretary determines that</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>"(2) REQUIREMENTS.—</li> <li>"(A) IN GENERAL.—The Secretary, through the office described in paragraph (4), may enter into a contract under paragraph (1)—</li> <li>"(i) if the Secretary determines that the antimicrobial drug is intended to treat</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>"(2) REQUIREMENTS.—</li> <li>"(A) IN GENERAL.—The Secretary, through the office described in paragraph (4), may enter into a contract under paragraph (1)—</li> <li>"(i) if the Secretary determines that the antimicrobial drug is intended to treat an infection for which there is an unmet</li> </ul>

	20
1	"(I) that the Secretary shall
2	cease any payment installments under
3	a transitional subscription contract if
4	the sponsor does not—
5	"(aa) ensure commercial and
6	Federal availability of the anti-
7	microbial drug within 30 days of
8	receiving first payment under the
9	contract;
10	"(bb) identify, track, and
11	publicly report drug resistance
12	data and trends using available
13	data related to the antimicrobial
14	drug;
15	"(cc) develop and implement
16	education and communications
17	strategies, including communica-
18	tions for individuals with limited
19	English proficiency and individ-
20	uals with disabilities, for health
21	care professionals and patients
22	about appropriate use of the
23	antimicrobial drug;
24	"(dd) submit a plan for reg-
25	istering the antimicrobial drug in

1	additional countries where an
2	unmet medical need exists, which
3	such plan may be consistent with
4	the Stewardship and Access Plan
5	(SAP) Development Guide
6	(2021);
7	"(ee) subject to subpara-
8	graph (B), ensure a reliable drug
9	supply chain, thus leading to an
10	interruption of the supply of the
11	antimicrobial drug in the United
12	States for more than 60 days; or
13	"(ff) make meaningful
14	progress toward completion of
15	Food and Drug Administration-
16	required postmarketing studies,
17	including such studies that are
18	evidence based; and
19	"(II) other terms as determined
20	by the Secretary; and
21	"(iii) if—
22	"(I) a phase 3 clinical study has
23	been initiated for the antimicrobial
24	drug; or

1	$((\Pi)$ the antimicrobial drug has
2	been approved under section $505(c)$ of
3	the Federal Food, Drug, and Cos-
4	metic Act or licensed under section
5	351(a).
6	"(B) WAIVER.—The requirement under
7	subparagraph $(A)(ii)(I)(ee)$ may be waived in
8	the case that an emergency prohibits access to
9	a reliable drug supply chain.
10	"(3) TRANSITIONAL GUIDANCE.—Not later
11	than 120 days after the appointment of the initial
12	members of the Committee, the Secretary shall
13	issue, in consultation with the Committee, transi-
14	tional guidance outlining the antimicrobial drugs
15	that are eligible for transitional subscription con-
16	tracts under paragraph (1), the requirements to
17	enter into a transitional subscription contract under
18	paragraph (2), and the process by which drug devel-
19	opers can enter into transitional subscription con-
20	tracts with the Secretary under this subsection.
21	"(4) PAYMENT OFFICE AND MECHANISM.—Not
22	later than 30 days after the date of the enactment
23	of this part, the Secretary shall determine the agen-
24	cy or office in the Department of Health and
25	Human Services that will manage the transitional

subscription contracts, including eligibility, require ments, and contract amounts, during the period de scribed in paragraph (1).

4 "(g) CRITICAL NEED ANTIMICROBIAL ADVISORY5 GROUP.—

6 "(1) IN GENERAL.—Not later than 30 days 7 after the appointment of all initial members of the 8 Committee, the Secretary, in collaboration with the 9 Committee, shall establish a Critical Need Anti-10 microbial Advisory Group (referred to in this sub-11 section as the 'Advisory Group') and appoint mem-12 bers to the Advisory Group.

13 "(2) MEMBERS.—The members of the Advisory
14 Group shall include—

15 "(A) not fewer than 6 individuals who
16 are—

17 "(i) infectious disease specialists; or
18 "(ii) other health experts with exper19 tise in researching antimicrobial resistance,
20 health economics, or commercializing anti21 microbial drugs; and

22 "(B) not fewer than 5 patient advocates.

23 "(3) CHAIR.—The Secretary shall appoint one
24 of the members of the Advisory Group to serve as
25 the Chair.

1	"(4) Conflicts of interest.—In appointing
2	members under paragraph (2), the Secretary shall
3	ensure that no member receives compensation in any
4	manner from a commercial or for-profit entity that
5	develops antimicrobials or that might benefit from
6	antimicrobial development.
7	"(5) Applicability of faca.—Except as oth-
8	erwise provided in this subsection, the Federal Advi-
9	sory Committee Act shall apply to the Advisory
10	Group.
11	"SEC. 399PP. CRITICAL NEED ANTIMICROBIAL DRUG APPLI-
12	CATION AND PAYMENT THROUGH SUBSCRIP-
13	
13	TION CONTRACTS.
13 14	"(a) IN GENERAL.—
14	"(a) IN GENERAL.—
14 15	"(a) IN GENERAL.— "(1) SUBMISSION OF REQUEST.—The sponsor
14 15 16	"(a) IN GENERAL.— "(1) SUBMISSION OF REQUEST.—The sponsor of an application under section 505(b) of the Fed-
14 15 16 17	"(a) IN GENERAL.— "(1) SUBMISSION OF REQUEST.—The sponsor of an application under section 505(b) of the Fed- eral Food, Drug, and Cosmetic Act or section 351(a)
14 15 16 17 18	"(a) IN GENERAL.— "(1) SUBMISSION OF REQUEST.—The sponsor of an application under section 505(b) of the Fed- eral Food, Drug, and Cosmetic Act or section 351(a) for an antimicrobial drug may request that the Sec-
14 15 16 17 18 19	"(a) IN GENERAL.— "(1) SUBMISSION OF REQUEST.—The sponsor of an application under section 505(b) of the Fed- eral Food, Drug, and Cosmetic Act or section 351(a) for an antimicrobial drug may request that the Sec- retary designate the drug as a critical need anti-
<ol> <li>14</li> <li>15</li> <li>16</li> <li>17</li> <li>18</li> <li>19</li> <li>20</li> </ol>	"(a) IN GENERAL.— "(1) SUBMISSION OF REQUEST.—The sponsor of an application under section 505(b) of the Fed- eral Food, Drug, and Cosmetic Act or section 351(a) for an antimicrobial drug may request that the Sec- retary designate the drug as a critical need anti- microbial. A request for such designation may be
<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>	"(a) IN GENERAL.— "(1) SUBMISSION OF REQUEST.—The sponsor of an application under section 505(b) of the Fed- eral Food, Drug, and Cosmetic Act or section 351(a) for an antimicrobial drug may request that the Sec- retary designate the drug as a critical need anti- microbial. A request for such designation may be submitted after the Secretary grants for such drug
<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> </ol>	"(a) IN GENERAL.— "(1) SUBMISSION OF REQUEST.—The sponsor of an application under section 505(b) of the Fed- eral Food, Drug, and Cosmetic Act or section 351(a) for an antimicrobial drug may request that the Sec- retary designate the drug as a critical need anti- microbial. A request for such designation may be submitted after the Secretary grants for such drug an investigational new drug exemption under section

section 505(c) of the Federal Food, Drug, and Cos-

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2	metic Act or licensure under section 351(a).
3	"(2) CONTENT OF REQUEST.—A request under
4	paragraph (1) shall include information, such as
5	clinical, preclinical and postmarketing data, a list of
6	the favorable characteristics described in section
7	39900(c)(2), and any other material that the Sec-
8	retary in consultation with the Committee requires.
9	"(3) Review by secretary.—The Secretary
10	shall promptly review all requests for designation
11	submitted under this subsection, assess all required
12	application components, and determine if the anti-
13	microbial drug is likely to meet the favorable charac-
14	teristics identified in the application upon the com-
15	pletion of clinical development. After review, the Sec-
16	retary shall approve or deny each request for des-
17	ignation not later than 90 days after receiving a re-
18	quest. If the Secretary approves a request, it shall
19	publish the value of the contract that the critical
20	need antimicrobial developer would be eligible to re-
21	ceive if such developer successfully demonstrates
22	that the drug meets the maximum value of the fa-
23	vored characteristics listed in the application.
24	"(4) Length of designation period.—A

25 designation granted under this section shall be in ef-

fect for a period of 10 years after the date that the
designation is approved, and shall remain in effect
for such period even if the infection treated by such
drug is later removed from the list of infections
under section 399OO(c)(1).

6 "(5) SUBSEQUENT REVIEWS.—No sooner than
7 2 years after a designation approval or denial under
8 subsection (3), the sponsor may request a subse9 quent review to reevaluate the value of a contract to
10 include any new information.

11 "(b) DEVELOPMENT OF DESIGNATED DRUGS.—If a 12 critical need antimicrobial designation is granted during clinical development of an antimicrobial drug, the Sec-13 retary may work with the sponsor to maximize the oppor-14 15 tunity for the sponsor to successfully demonstrate that the antimicrobial drug possesses the favored characteristics of 16 17 high-monetary valued products identified under section 39900(c)(2).18

19 "(c) APPROPRIATE USE OF CRITICAL NEED ANTI-20 MICROBIAL.—

21 "(1) IN GENERAL.—The sponsor of an anti22 microbial drug that receives designation under sub23 section (a) shall within 90 days of such designation,
24 submit to the Secretary a plan for appropriate use
25 of diagnostics, in order for the Secretary and Com-

1	mittee to consider such plan in developing clinical
2	guidelines. An appropriate use plan—
3	"(A) shall include—
4	"(i) the appropriate use of the drug;
5	and
6	"(ii) the appropriate use of diagnostic
7	tools, where available, such as diagnostic
8	testing for biomarkers related to anti-
9	microbial-resistant pathogens, or other tar-
10	geted diagnostic approaches, to inform use
11	of the drug; and
12	"(B) may be developed in partnership with
13	the Secretary, infectious disease experts, diag-
14	nostic experts or developers, laboratory experts,
15	or another entity.
16	"(2) CONSULTATION.—The Secretary shall con-
17	sult with relevant professional societies and the Crit-
18	ical Need Antimicrobial Advisory Group established
19	under section 399OO(g) to ensure that clinical
20	guidelines issued by the Secretary under paragraph
21	(3), with respect to an antimicrobial drug designated
22	under subsection (a), includes the use of appropriate
23	diagnostic approaches, taking into consideration the
24	diagnostic plan submitted by a sponsor under para-
25	graph (1).

1 "(3) Publication of clinical guidelines.— 2 Not later than 1 year after the Secretary makes the 3 first designation under subsection (a), and not less 4 than every 3 years thereafter, the Secretary shall 5 publish clinical guidelines in consultation with rel-6 evant professional societies with respect to each anti-7 microbial drug that has been approved or licensed as 8 described in subsection (a)(1) and that has been des-9 ignated under subsection (a), which guidelines shall 10 set forth the evidence-based recommendations for 11 prescribing the drug, in accordance with the submis-12 sions of the sponsor under paragraph (1) and after 13 consultation under paragraph (2), as appropriate.

### 14 "SEC. 399QQ. SUBSCRIPTION CONTRACTS.

15 "(a) APPLICATION FOR A SUBSCRIPTION CON-16 TRACT.—

17 "(1) SUBMISSION OF APPLICATIONS.—After ap-18 proval under section 505(c) of the Federal Food, 19 Drug, and Cosmetic Act or licensure under section 20 351(a), the sponsor of an antimicrobial drug des-21 ignated as a critical need antimicrobial under section 22 399PP may submit an application for a subscription 23 contract with the Secretary, under a procedure es-24 tablished by the Secretary.

1	"(2) REVIEW OF APPLICATIONS.—The Sec-
2	retary shall, in consultation with the Committee—
3	"(A) review all applications for subscrip-
4	tion contracts under paragraph (1) and assess
5	all required application components;
6	"(B) determine the extent to which the
7	critical need antimicrobial meets the favored
8	characteristics identified under section
9	399OO(c)(2), and deny any application for a
10	drug that meets none of such characteristics;
11	and
12	"(C) assign a monetary value to the con-
13	tract based on the regulations developed under
14	section 399OO(d).
15	"(b) CRITERIA.—To qualify for a subscription con-
16	tract under this section, the sponsor of an antimicrobial
17	drug designated as a critical need antimicrobial shall agree
18	to—
19	"(1) ensure commercial and Federal availability
20	of the antimicrobial drug within 30 days of receiving
21	first payment under the contract, and sufficient sup-
22	ply for susceptibility device manufacturers;
23	((2) identify, track, and publicly report drug
24	resistance data and trends using available data re-
25	lated to the antimicrobial drug;

"(3) develop and implement education and communications strategies, including communications for individuals with limited English proficiency and individuals with disabilities, for health care professionals and patients about appropriate use of the antimicrobial drug;
"(4) submit an appropriate use assessment to the Secretary, Committee, Food and Drug Administration, and Centers for Disease Control and Prevention every 2 years regarding use of the antimicrobial drug, including how the drug is being marketed;
"(5) submit a plan for registering the drug in

13 "(5) submit a plan for registering the drug in
14 additional countries where an unmet medical need
15 exists;

"(6) ensure a reliable drug supply chain, where
any interruption to the supply chain will not last for
more than 60 days in the United States;

19 "(7) complete any postmarketing studies re20 quired by the Food and Drug Administration in a
21 timely manner;

"(8) produce the drug at a reasonable volume
determined with the Secretary to ensure patient access to the drug;

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1	"(9) price the drug at a price that is not lower
2	than a comparable generic drug;
3	"(10) abide by the manufacturing and environ-
4	mental best practices in the supply chain to ensure
5	that there is no discharge into, or contamination of,
6	the environment by antimicrobial agents or products
7	as a result of the manufacturing process; and
8	"(11) abide by other terms as the Secretary
9	may require.
10	"(c) Amount and Terms of Contracts.—
11	"(1) Amounts.—A subscription contract under
12	this section shall be for the sale to the Secretary of
13	any quantity of the antimicrobial drug needed over
14	the term of the contract under paragraph $(2)$ , at an
15	agreed upon price, for a total projected amount de-
16	termined by the Secretary that is not less than
17	750,000,000 and not more than $3,000,000,000$ ,000,000,000,000,000,000,0
18	adjusted for inflation, accounting for the favored
19	characteristics of the drug, as determined by the
20	Secretary, in consultation with the Committee, under
21	subsection $(a)(2)$ , and shall be allocated from the
22	amount made available under section 399SS(a). Not
23	later than 6 months after the subscription contract
24	is granted under subsection (a), the Secretary shall
25	provide payments for purchased drugs in install-

1	ments established by the Secretary in consultation
2	with the sponsor of the antimicrobial drug and in ac-
3	cordance with subsection $(d)(3)$ . Funds received by
4	the sponsor shall be used to support criteria quali-
5	fication under subsection (b), the completion of post-
6	marketing clinical studies, manufacturing, other pre-
7	clinical and clinical activities, or other activities
8	agreed to by the Secretary and sponsor in the con-
9	tract.
10	"(2) TERMS.—
11	"(A) INITIAL TERM.—The initial term of a
12	contract under this subsection shall be no less
13	than 5 years or greater than the greater of 10
14	years or the remaining period of time during
15	which the sponsor has patent protections or a
16	remaining exclusivity period with respect to the
17	antimicrobial drug in the United States, as list-
18	ed in the publication of the Food and Drug Ad-
19	ministration entitled 'Approved Drug Products
20	with Therapeutic Equivalence Evaluations'.
21	Payments may be in equal annual installments
22	with the option to redeem 50 percent of the last
23	year's reimbursement in year 1 of the contract
24	in order to offset costs of establishing manufac-
25	turing capacity, or another subscription ar-

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rangement to which the Secretary and sponsor agree. Subscription contracts shall remain in effect for such period even if the infection treated by such antimicrobial drug is later removed from the list of infections under section 399OO(c)(1).

7 "(B) EXTENSION OF CONTRACTS.—The 8 Secretary may extend a subscription contract 9 with a sponsor under this subsection beyond the 10 initial contract period. A single contract exten-11 sion may be in effect not later than the date on 12 which all periods of exclusivity granted by the 13 Food and Drug Administration expire and shall 14 be in an amount not to exceed \$25,000,000 per 15 year. All other terms of an extended contract 16 shall be the same as the terms of the initial 17 contract. The total amount of funding used on 18 such contract extensions shall be no more than 19 \$1,000,000,000, and shall be allocated from the 20 amount made available under section 399SS.

21 "(C) MODIFICATION OF CONTRACTS.—The
22 Secretary or sponsor, 1 year after the start of
23 the contract period under this subsection and
24 every 2 years thereafter, may request a modi25 fication of the amount of the contract based on

1	information that adjusts favored characteristics
2	in section $399OO(c)(2)$ .
3	"(3) Adjustment.—In the case of an anti-
4	microbial drug that received a transitional subscrip-
5	tion contract under section 39900(f), the amount of
6	a subscription contract for such drug under this sec-
7	tion shall be reduced by the amount of the transi-
8	tional subscription contract under such section
9	399OO(f) for such drug.
10	"(4) CONTRACTS FOR GENERIC AND BIO-
11	SIMILAR VERSIONS.—Notwithstanding any other
12	provision in this part, the Secretary may award a
13	subscription contract under this section to a manu-
14	facturer of a generic or biosimilar version of an anti-
15	microbial drug for which a subscription contract has
16	been awarded under this section. Such contracts
17	shall be awarded in accordance with a procedure, in-
18	cluding for determining the terms and amounts of
19	such contracts, established by the Secretary.
20	"(d) Annual Antimicrobial Drug Sponsor Rev-
21	ENUE LIMITATIONS.—
22	"(1) Reporting requirement.—
23	"(A) IN GENERAL.—Not later than a date
24	determined appropriate by the Secretary fol-

25 lowing the end of each calendar year, and not

1	earlier than 6 months after the end of each cal-
2	endar year, the head (or a designee of such
3	head) of each Federal agency carrying out a
4	specified government program shall, in accord-
5	ance with this paragraph, report to the Sub-
6	scription Contract Office established under sec-
7	tion $399OO(d)(3)$ the total prescription drug
8	sales for each applicable antimicrobial drug
9	under contract with respect to such program for
10	such calendar year.
11	"(B) MEDICARE PART D PROGRAM.—For
12	purposes of subparagraph (A), the Secretary
13	shall report, for each applicable antimicrobial
14	drug covered under part D of title XVIII of the
15	Social Security Act, the product of—
16	"(i) the per-unit ingredient cost, as
17	reported to the Secretary by prescription
18	drug plans and Medicare Advantage pre-
19	scription drug plans, minus any per-unit
20	rebate, discount, or other price concession
21	provided by the sponsor of such applicable
22	antimicrobial drug, as reported to the Sec-
23	retary by the prescription drug plans and
24	the Medicare Advantage prescription drug
25	plans; and

"(ii) the number of units of such ap-1 2 plicable antimicrobial drug paid for under 3 such part D. "(C) Medicare part b program.— 4 "(i) IN GENERAL.—For purposes of 5 6 subparagraph (A), the Secretary shall re-7 port, for each applicable antimicrobial drug 8 covered under part B of title XVIII of the 9 Social Security Act, the product of— 10 "(I) the per-unit average sales 11 price (as defined in section 1847A(c)12 of such Act) or the per-unit payment 13 rate under such part B for a sepa-14 rately paid prescription drug without 15 a reported average sales price; and "(II) the number of units of such 16 17 applicable antimicrobial drug paid for 18 under such part B. 19 "(ii) UNITS AND ALLOCATED 20 PRICES.—The Secretary shall establish a process for determining the units and the 21 22 allocated price for purposes of this sub-23 paragraph for those applicable anti-24 microbial drugs that are not separately

1 payable or for which National Drug Codes 2 are not reported. "(D) MEDICARE PART A PROGRAM.— 3 4 "(i) IN GENERAL.—For purposes of subparagraph (A), the Secretary shall re-5 6 port, for each applicable antimicrobial drug 7 covered under part A of title XVIII of the 8 Social Security Act, the product of— 9 "(I) the per-unit price under 10 such part A for the antimicrobial 11 drug; and 12 "(II) the number of units of such 13 antimicrobial drug paid for under 14 such part A. "(ii) Special Rule.—For purposes of 15 16 clause (i), the Secretary shall establish a 17 process for determining the units and the 18 allocated price for those prescription drugs 19 that are not separately payable or for 20 which National Drug Codes are not re-21 ported in the diagnosis-related groups. 22 "(E) MEDICAID PROGRAM.—Under the au-23 thority of section 1902(a)(6) of the Social Secu-24 rity Act, the Secretary shall require each State 25 that makes medical assistance available under

1	the State plan under title XIX of such Act (or
2	any waiver of such plan) for an applicable anti-
3	microbial drug (including, if applicable, any
4	such drug which is a covered outpatient drug
5	under a rebate agreement entered into under
6	section 1927 of such Act) to report, in a form
7	consistent with a standard reporting format es-
8	tablished by the Secretary, not later than the
9	date determined under subparagraph (A)—
10	"(i) information on the total number
11	of units of each dosage form and strength
12	and package size of each applicable anti-
13	microbial drug dispensed during the pre-
14	ceding calendar year under such State plan
15	or waiver (including any such drugs dis-
16	pensed to an individual enrolled with a
17	medicaid managed care organization or
18	other specified entity (as such terms are
19	defined in section 1903(m) of such Act));
20	and
21	"(ii) with respect to each dosage form
22	and strength and package size of each such
23	drug, the amount equal to—
24	"(I) the product of—

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1	"(aa) the total number of
2	units dispensed under the State
3	plan or waiver during the pre-
4	ceding calendar year (as deter-
5	mined under clause (i)); and
6	"(bb) the per-unit ingredient
7	cost paid by the State for each
8	such unit; minus
9	"(II) any discounts or other price
10	concessions provided and rebates paid
11	to the State with respect to the dos-
12	age form and strength and package
13	size of such drug and such calendar
14	year (including rebates paid under a
15	rebate agreement under section 1927
16	of such Act and any State supple-
17	mental rebates paid under a supple-
18	mental rebate agreement).
19	"(F) DEPARTMENT OF VETERANS AF-
20	FAIRS.—For purposes of subparagraph (A), the
21	Secretary of Veterans Affairs shall report the
22	total amount paid for each applicable anti-
23	microbial drug procured by the Veterans Health
24	Administration for individuals who receive
25	health care from the Administration.

"(G) DEPARTMENT OF DEFENSE AND 1 2 TRICARE PROGRAM.—For purposes of subpara-3 graph (A), the Secretary of Defense shall report 4 the sum of— "(i) the total amount paid for each 5 6 applicable antimicrobial drug procured by 7 the Department of Defense for individuals 8 who receive health care from the Depart-9 ment; and 10 "(ii) for each applicable antimicrobial 11 drug dispensed under the TRICARE retail 12 pharmacy under section program 13 1074g(a)(2)(E)(ii) of title United 10. 14 States Code, the product of— "(I) the per-unit ingredient cost, 15 16 minus any per-unit rebate paid by the 17 sponsor of the applicable antimicrobial 18 drug; and "(II) the number of units of such 19 20 applicable antimicrobial drug dis-21 pensed under such program. 22 "(H) DEPARTMENT OF HOMELAND SECU-23 RITY.—For purposes of subparagraph (A), the 24 Secretary of Homeland Security shall report the 25 total amount paid for each applicable anti-

1 microbial drug procured by the Department of 2 Homeland Security for individuals who receive health care through a program carried out by 3 4 the Department. "(I) BUREAU OF PRISONS.—For purposes 5 6 of subparagraph (A), the Director of the Bureau of Prisons shall report the total amount 7 8 paid for each applicable antimicrobial drug pro-9 cured by the Bureau of Prisons for individuals 10 who receive health care through the Bureau. 11 "(J) INDIAN HEALTH SERVICE.—For pur-12 poses of subparagraph (A), the Secretary, act-13 ing through the Indian Health Service, shall re-14 port the total amount paid for each applicable 15 antimicrobial drug procured by the Service for 16 individuals who receive health care through the 17 Service. 18 "(2) REGULATIONS.—Not later than 1 year 19 after the date of the enactment of this part, the Sec-20 retary, in consultation with the heads of Federal 21 agencies carrying out specified government pro-22 grams, shall issue regulations to assist such heads 23 (or their designees) in carrying out the requirements

24 under this section.

1	"(3) Subscription contract adjustment.—
2	Pursuant to the contract entered into under this sec-
3	tion with respect to an applicable antimicrobial drug,
4	for each year of the term of such contract, the Sec-
5	retary shall, not earlier than 6 months after the end
6	of each calendar year, subtract from the payment in-
7	stallments determined for such contract under sub-
8	section $(c)(1)$ for such year the revenue of the spon-
9	sor of such drug from the previous year from sales
10	of the applicable antimicrobial drug reported under
11	paragraph (1) for specified government programs.
12	"(4) DEFINITIONS.—In this subsection:
13	"(A) APPLICABLE ANTIMICROBIAL
14	DRUG.—The term 'applicable antimicrobial
15	drug' means an antimicrobial drug for which
16	the sponsor of such drug receives a subscription
17	contract under subsection (a).
18	"(B) Specified government pro-
19	GRAM.—The term 'specified government pro-
20	gram' means—
21	"(i) the Medicare part D program
22	under part D of title XVIII of the Social
23	Security Act;
24	"(ii) the Medicare Part B program
25	under part B of such title XVIII;

- "(iii) the Medicare Part A program 1 2 under part A of such title XVIII; "(iv) the Medicaid program estab-3 lished under title XIX of the Social Secu-4 rity Act and includes, with respect to a 5 6 State, any waiver in effect with respect to 7 such program; "(v) any program under which pre-8 9 scription drugs are procured by the De-10 partment of Veterans Affairs; "(vi) any program under which pre-11 scription drugs are procured by the De-12 13 partment of Defense; 14 "(vii) the TRICARE retail pharmacy 15 program under section 1074g(a)(2)(E)(ii)16 of title 10, United States Code; 17 "(viii) any program under which pre-18 scription drugs are procured by the De-19 partment of Homeland Security; "(ix) any program under which pre-20 21 scription drugs are procured by the Bu-22 reau of Prisons; or "(x) any program under which pre-23 24 scription drugs are procured by the Indian
- 25 Health Service.

1	"(e) Failure To Adhere to Terms.—The Sec-
2	retary shall cease any payment installments under a con-
3	tract under this section if—
4	"(1) the sponsor—
5	"(A) permanently withdraws the anti-
6	microbial drug from the market in the United
7	States;
8	"(B) fails to meet criteria under subsection
9	(b); or
10	"(C) does not complete a postmarket study
11	required by the Food and Drug Administration
12	during the length of the term of the contract;
13	((2) the annual international and private insur-
14	ance market revenues with respect to an anti-
15	microbial drug (not counting any subscription reve-
16	nues from any source pursuant to a contract under
17	this section or other international or private entities)
18	exceed 5 times the average annual amount of the
19	subscription contract paid by the Secretary as cer-
20	tified by the sponsor annually; or
21	"(3) if the total revenue of the sponsor from
22	specified government programs, as defined in sub-
23	section $(d)(4)$ , for a year exceeds the amount of the
24	subscription contract paid by the Secretary for that

25 year.

1 "(f) PRIVATE PAYER AND INTERNATIONAL PAYER 2 PARTICIPATION.—The Secretary shall make efforts to in-3 crease the participation of domestic private payors and 4 international payors in subscription contracts or other 5 types of value-based arrangements that are similar to the 6 subscription contracts authorized under this section.

## 7 "SEC. 399RR. ENCOURAGING APPROPRIATE USE OF ANTI8 BIOTICS AND COMBATING RESISTANCE.

9 "(a) Establishment of Hospital Grant Pro-10 gram.—

11 "(1) IN GENERAL.—Not later than 1 year after 12 the date of the enactment of this part, the Secretary 13 and the Director of the Centers for Disease Control 14 and Prevention shall coordinate with the Adminis-15 trator of the Health Resources and Services Admin-16 istration, the Administrator of the Centers for Medi-17 care & Medicaid Services, the National Coordinator 18 for Health Information Technology, and other rel-19 evant agencies, to establish a grant program under 20 the Centers for Disease Control and Prevention to support hospital and other inpatient facility ef-21 22 forts-

23 "(A) to judiciously use antimicrobial drugs,
24 such as by establishing or implementing appro25 priate use programs, including infectious dis-

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ease telehealth programs, using appropriate di-2 agnostic tools, partnering with academic hos-3 pitals, increasing health care-associated infec-4 tion reporting, and monitoring antimicrobial resistance; and

6 "(B) to participate in the National 7 Healthcare Safety Network Antimicrobial Use 8 and Resistance Module or the Emerging Infec-9 tions Program Healthcare-Associated Infections 10 Community Interface activity of the Centers for 11 Disease Control and Prevention or a similar re-12 porting program, as specified by the Secretary, 13 relating to antimicrobial drugs.

14 PRIORITIZATION.—In awarding grants (2)15 under paragraph (1), the Secretary shall prioritize 16 hospitals without an existing program to judiciously 17 use antimicrobial drugs, subsection (d) hospitals (as 18 defined in subparagraph (B) of section 1886(d)(2)19 of the Social Security Act that are located in rural 20 areas (as defined in subparagraph (D) of such sec-21 tion), critical access hospitals (as defined in section 22 1861(mm)(1) of such Act), hospitals serving Tribal-23 populations, and safety-net hospitals.

"(3) FUNDING.—Of the amounts appropriated
 under section 399SS, the Secretary shall reserve
 \$500,000,000 to carry out this subsection.

4 "(b) SURVEILLANCE AND REPORTING OF ANTIBIOTIC
5 USE AND RESISTANCE.—

6 "(1) IN GENERAL.—The Secretary, acting 7 through the Director of the Centers for Disease 8 Control and Prevention, shall use the National 9 Healthcare Safety Network and other appropriate 10 surveillance systems to assess—

"(A) appropriate conditions, outcomes, and
measures causally related to antibacterial resistance, including types of infections, the causes
for infections, and whether infections are acquired in a community or hospital setting, increased lengths of hospital stay, increased costs,
and rates of mortality; and

"(B) changes in bacterial resistance to
antimicrobial drugs in relation to patient outcomes, including changes in percent resistance,
prevalence of antibiotic-resistant infections, and
other such changes.

23 "(2) ANTIBIOTIC USE DATA.—The Secretary,
24 acting through the Director of the Centers for Dis25 ease Control and Prevention, shall work with Fed-

1 eral agencies (including the Department of Veterans 2 Affairs, the Department of Defense, the Department 3 of Homeland Security, the Bureau of Prisons, the 4 Indian Health Service, and the Centers for Medicare & Medicaid Services), private vendors, health care 5 6 organizations, pharmacy benefit managers, and 7 other entities as appropriate to obtain reliable and 8 comparable human antibiotic drug consumption data 9 (including, as available and appropriate, volume an-10 tibiotic distribution data and antibiotic use data, in-11 cluding prescription data) by State or metropolitan 12 areas.

13 "(3) ANTIBIOTIC RESISTANCE TREND DATA.— 14 The Secretary, acting through the Director of the 15 Centers for Disease Control and Prevention, shall in-16 tensify and expand efforts to collect antibiotic resist-17 ance data and encourage adoption of the Antibiotic 18 Use and Resistance Module within the National 19 Healthcare Safety Network among all health care fa-20 cilities across the continuum of care, including, as 21 appropriate, acute care hospitals, dialysis facilities, 22 nursing homes, ambulatory surgical centers, and 23 other ambulatory health care settings in which anti-24 microbial drugs are routinely prescribed. The Sec-25 retary shall seek to collect such data from electronic medication administration reports and laboratory

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2	systems to produce the reports described in para-
3	graph (4).
4	"(4) Public availability of data.—The
5	Secretary, acting through the Director of the Cen-
6	ters for Disease Control and Prevention, shall, for
7	the purposes of improving the monitoring of impor-
8	tant trends in patient outcomes in relation to anti-
9	bacterial resistance—
10	"(A) make the data derived from surveil-
11	lance under this subsection publicly available
12	through reports issued on a regular basis that
13	is not less than annually; and
14	"(B) examine opportunities to make such
15	data available in near real time.
16	<b>"SEC. 399SS. APPROPRIATIONS.</b>
17	"(a) IN GENERAL.—To carry out this part, there are
18	hereby appropriated to the Secretary, out of amounts in
19	the Treasury not otherwise appropriated,
20	\$11,000,000,000, for fiscal year 2022, to remain available
21	until expended.
22	"(b) Emergency Designation.—

23 "(1) IN GENERAL.—The amounts provided by24 this section are designated as an emergency require-

ment pursuant to section 4(g) of the Statutory Pay As-You-Go Act of 2010.

"(2) DESIGNATION IN SENATE.—In the Senate,
this section is designated as an emergency requirement pursuant to section 4112(a) of H. Con. Res.
71 (115th Congress), the concurrent resolution on
the budget for fiscal year 2018.

#### 8 "SEC. 399TT. STUDIES AND REPORTS.

9 "(a) IN GENERAL.—Not later than 6 years after the 10 date of the enactment of this part, the Comptroller General of the United States shall complete a study on the 11 12 effectiveness of this part in developing priority anti-13 microbial drugs. Such study shall examine the indications for, usage of, development of resistance with respect to, 14 15 and private and societal value of critical need antimicrobial drugs, and the impact of the programs under 16 this part on patients and markets of critical need anti-17 microbial drugs. The Comptroller General shall report to 18 the Committee on Health, Education, Labor, and Pen-19 20 sions of the Senate and the Committee on Energy and 21 Commerce of the House of Representatives on the findings 22 of such study.

23 "(b) ANTIBIOTIC USE IN THE UNITED STATES; AN24 NUAL REPORTS.—The Director of the Centers for Disease
25 Control and Prevention shall, each year, update the report

entitled 'Antibiotic Use in the United States' to include 1 updated information on progress and opportunities with 2 3 respect to data, programs, and resources for prescribers to promote appropriate use of antimicrobial drugs. 4

"(c) REPORT ON ANTIMICROBIAL PROPHYLACTICS.— 5 Not later than 3 years after the date of the enactment 6 of this part, the Director of the Centers for Disease Con-7 trol and Prevention shall publish a report on antimicrobial 8 prophylactics. 9

#### **"SEC. 399UU. DEFINITIONS.** 10

11 "In this part–	_
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12	"(1) the term 'antimicrobial drug'—
13	"(A) means, subject to subparagraph (B),
14	a product that is—
15	"(i) a drug that directly inhibits rep-
16	lication of or kills bacteria or fungi rel-
17	evant to the proposed indication at con-
18	centrations likely to be attainable in hu-
19	mans to achieve the intended therapeutic
20	effect; or
21	"(ii) a biological product that acts di-
22	rectly on bacteria or fungi or on the sub-
23	stances produced by such bacteria or fungi;
24	and
25	"(B) does not include—

	52
1	"(i) a drug that achieves the effect de-
2	scribed by subparagraph (A)(i) only at a
3	concentration that cannot reasonably be
4	studied in humans because of its antici-
5	pated toxicity; or
6	"(ii) a vaccine; and
7	"(2) the term 'Committee' means the Com-
8	mittee on Critical Need Antimicrobials established
9	under section 39900.".
10	TITLE II—PATIENTS AND
11	CAREGIVERS
12	SEC. 201. EDUCATIONAL PROGRAMS AND TRAINING FOR
13	CAREGIVERS.
14	Part D of title VII of the Public Health Service Act
15	(42 U.S.C. 294 et seq.) is amended by adding at the end
16	the following:
17	"SEC. 760A. EDUCATIONAL PROGRAMS AND TRAINING FOR
18	CAREGIVERS.
19	"(a) IN GENERAL.—The Secretary may award grants
20	for educational programs and training for caregivers to
21	learn skills to empower them—
22	"(1) to be a member of a care team; and
	(1) to be a member of a care team, and
23	"(2) to complement a clinical visit.

1	"(b) Types of Programs and Training.—Edu-
2	cational programs and training funded under subsection
3	(a) may include—
4	"(1) specialized training in medication adher-
5	ence and injections;
6	"(2) complementary strategies to ensure adher-
7	ence to physical, occupational, speech, and
8	habilitative therapy regimens;
9	"(3) nutritional compliance;
10	"(4) caregiver psychosocial support (including
11	cognitive-behavioral, supportive, and bereavement
12	counseling);
13	((5) caregiver health self-management; and
14	"(6) other services provided in the home.
15	"(c) Non-Duplication.—The Secretary may not
16	use the same requirements under this section for a grant,
17	contract, or cooperative agreement under the Geriatric
18	Workforce Enhancement Program under section 753 of
19	the Public Health Service Act (42 U.S.C. 294c).
20	"(d) CAREGIVER DEFINED.—In this section, the
21	term 'caregiver' means an adult family member or other
22	individual who has a significant relationship with, and who
23	provides a broad range of assistance to, an individual with
24	a chronic or other health condition, disability, or func-
25	tional limitation.

1 "(e) AUTHORIZATION OF APPROPRIATIONS.—To 2 carry out this section, there is authorized to be appro-3 priated \$25,000,000 for each of fiscal years 2022 through 4 2024.".

## 5 SEC. 202. INCREASING HEALTH LITERACY TO PROMOTE 6 BETTER OUTCOMES FOR PATIENTS.

7 (a) IN GENERAL.—Not later than one year after the 8 date of the enactment of this Act, the Secretary of Health 9 and Human Services, acting through the Administrator of 10 the Centers for Medicare & Medicaid Services, shall issue a request for information to solicit recommendations on 11 ways the Centers for Medicare & Medicaid Services can 12 13 work with stakeholders of the Federal health care programs (as defined in section 1128B(f) of the Social Secu-14 15 rity Act (42 U.S.C. 1320a–7b(f))) to promote increased patient and family caregiver health literacy, including rec-16 17 ommendations for-

(1) identifying culturally competent, evidencebased interventions that have been proven to improve health literacy in populations served by such
programs;

(2) identifying evidence-based health literacy
approaches that can be used by the Medicare program under title XVIII of the Social Security Act
(42 U.S.C. 1395 et seq.), a State plan (or waiver of

1	such plan) under title XIX of such Act (42 U.S.C.
2	1396 et seq.), a State child health plan (or waiver
3	of such plan) under title XXI of such Act $(42)$
4	U.S.C. 1397aa et seq.), or health care providers par-
5	ticipating in such program under such title XVIII,
6	under a State plan (or waiver of such plan) under
7	such title XIX, or under a State child health plan
8	(or waiver of such plan) under such title XXI, and
9	that—
10	(A) have been proven to, or show promise
11	to, reduce costs to individuals enrolled under a
12	State plan (or waiver of such plan) under such
13	title XIX, or under a State child health plan (or
14	waiver of such plan) under such title XXI, re-
15	spectively, and reduce expenditures under such
16	respective titles; or
17	(B) have been proven to increase patient
18	and family caregiver satisfaction or improve the
19	quality of care for at-risk populations, including
20	holistic and non-medication-based forms of care;
21	(3) how the Centers for Medicare & Medicaid
22	Services can encourage the use of evidence-based
23	health literacy interventions through payment poli-
24	cies under the Medicare program under title XVIII
25	of the Social Security Act (42 U.S.C. 1395 et seq.),

a State plan under title XIX of such Act (42 U.S.C.
 1396 et seq.), a State child health plan under title
 XXI of such Act (42 U.S.C. 1397 et seq.); and

4 (4) improving patient and family caregiver
5 health literacy with respect to health insurance, in6 cluding an understanding of in-network providers,
7 deductibles, co-insurance, co-payments, and dif8 ferences between payors.

#### 9 SEC. 203. INCREASING DIVERSITY IN CLINICAL TRIALS.

(a) UPDATED REPORTING ON INCLUSION OF DEMOGRAPHIC SUBGROUPS.—The Secretary of Health and
Human Services, acting through the Commissioner of
Food and Drugs, shall—

(1) not later than 90 days after the date of the
enactment of this Act, submit to the Food and Drug
Administration, and provide to the Congress, an updated version of the report under section 907(a) of
the Food and Drug Administration Safety and Innovation Act (Public Law 115–52); and

(2) not later than 1 year after the publication
of the updated report pursuant to paragraph (1),
publish on the website of the Food and Drug Administration, and provide to the Congress, an updated version of the action plan under section
907(b) of such Act.

1	(b) GAO STUDY ON BARRIERS TO PARTICIPATION.—
2	Not later than 1 year after the date of the enactment of
3	this Act, the Comptroller General of the United States
4	shall—
5	(1) complete a study—
6	(A) to review how the Department of
7	Health and Human Services addresses barriers
8	to participation by individuals from underrep-
9	resented populations in conducting or sup-
10	porting clinical trials; and
11	(B) to formulate recommendations for ad-
12	dressing such barriers; and
13	(2) submit a report to the Congress on the re-
14	sults of such study.
15	(c) Public Awareness Campaign.—The Secretary
16	of Health and Human Services shall—
17	(1) carry out a public awareness campaign to
18	increase awareness and understanding, particularly
19	in minority communities, of—
20	(A) upcoming and ongoing clinical trials;
21	(B) how to enroll as subjects in such clin-
22	ical trials; and
23	(C) the availability of databases and other
24	resources relevant to clinical trial enrollment,
25	such as ClinicalTrials.gov; and

1	(2) in carrying out such campaign, utilize a va-
2	riety of communication channels, including through
3	use of the explanation of Medicare benefits under
4	section 1806 of the Social Security Act (42 U.S.C.
5	1395b-7).
6	(d) TASK FORCE FOR MAKING CLINICALTRIALS.GOV
7	More User-Friendly.—
8	(1) IN GENERAL.—The Secretary of Health and
9	Human Services shall convene a permanent task
10	force to propose, on a biennial basis, recommenda-
11	tions for improving ClinicalTrials.gov by making it
12	more user-friendly, including for patients.
13	(2) MEMBERSHIP.—The membership of the
14	task force shall include representatives of—
15	(A) the National Institutes of Health;
16	(B) the Food and Drug Administration;
17	(C) academic researchers; and
18	(D) patient organizations.
19	(e) DEFINITION.—In this section, the term
20	"ClinicalTrials.gov" refers to the data bank described in
21	section 402(i) of the Public Health Service Act (42 U.S.C.
22	282(i)).

59

1 SEC. 204. PATIENT EXPERIENCE DATA.

2	(a) POLICY.—Section 569C of the Federal Food,
3	Drug, and Cosmetic Act (21 U.S.C. 360bbb–8c) is amend-
4	ed—
5	(1) by redesignating subsections (b) and (c) as
6	subsections (c) and (d), respectively; and
7	(2) by inserting after subsection (a) the fol-
8	lowing new subsection:
9	"(b) Collection, Submission, and Use of
10	Data.—
11	"(1) IN GENERAL.—The Secretary shall—
12	"(A) for any drug for which an exemption
13	is granted for investigational use under section
14	505(i) of this Act or section 351(a) of the Pub-
15	lic Health Service Act, require the sponsor of
16	the drug to collect standardized patient experi-
17	ence data as part of the clinical trials conducted
18	pursuant to such exemption;
19	"(B) require any application for the ap-
20	proval or licensing of such drug under section
21	505(b) of this Act or section 351(a) of the Pub-
22	lic Health Service Act to include—
23	"(i) the standardized patient experi-
24	ence data so collected; and
25	"(ii) such related information as the

"(ii) such related information as the 26 Secretary may require; and

"(C) consider patient experience data and
 related information that is submitted pursuant
 to subparagraph (B) in deciding whether to approve or license, as applicable, the drug in volved.

6 "(2) APPLICABILITY.—Paragraph (1) applies 7 only with respect to drugs for which a request for 8 an exemption described in paragraph (1)(A) is sub-9 mitted on or after the date of the enactment of the 10 Cures 2.0 Act, or an application under section 11 505(b) of this Act or section 351(a) of the Public 12 Health Service Act is filed, as applicable, on or after 13 the day that is 2 years after the date of the enact-14 ment of the Cures 2.0 Act.".

(b) REGULATIONS.—Not later than 1 year after the
date of the enactment of this Act, the Secretary of Health
and Human Services, acting through the Commissioner of
Food and Drugs, shall promulgate final regulations to implement section 569C(b) of the Federal Food, Drug, and
Cosmetic Act, as added by this section.

21 SEC. 205. ENSURING COVERAGE FOR CLINICAL TRIALS
22 UNDER EXISTING STANDARD OF CARE.
23 (a) REVISION TO DEFINITION OF APPROVED CLIN-

24 ICAL TRIAL IN INDIVIDUAL AND GROUP MARKET.—

1	(1) IN GENERAL.—Subsection $(d)(1)$ of the first
2	section 2709 of the Public Health Service Act (42 $$
3	U.S.C. 300gg-8) (relating to coverage for individ-
4	uals participating in approved clinical trials) is
5	amended by adding at the end the following new
6	subparagraph:
7	"(D) The study or investigation is ap-
8	proved or funded (which may include funding
9	through in-kind contributions) by the Patient
10	Centered Outcomes Research Institute estab-
11	lished under section 1181 of the Social Security
12	Act.".
13	(2) Effective date.—The amendment made
14	by this paragraph shall apply with respect to plan
15	years beginning on or after January 1, 2022.
16	(b) Medicare Coverage of Routine Costs Asso-
17	CIATED WITH CERTAIN CLINICAL TRIALS.—
18	(1) IN GENERAL.—Section $1862(m)(2)$ of the
19	Social Security Act $(42 \text{ U.S.C.}1395y(m)(2))$ is
20	amended, in the matter preceding subparagraph (A),
21	by inserting "(including a trial funded by the Pa-
22	tient Centered Outcomes Research Institute estab-
23	lished under section 1181)" after "means a trial".
24	(2) Effective date.—The amendment made
25	by this paragraph shall apply with respect to items

1 and services furnished on or after the date of the en-2 actment of this Act. TITLE III—FOOD AND DRUG 3 ADMINISTRATION 4 5 SEC. 301. REPORT ON COLLABORATION AND ALIGNMENT IN 6 DIGITAL REGULATING HEALTH **TECH-**7 NOLOGIES. 8 (a) IN GENERAL.—Not later than 1 year after the

9 date of the enactment of this Act, the Secretary of Health
10 and Human Services, acting through the Commissioner of
11 Food and Drugs, shall submit a report to the Congress
12 on the efforts to ensure collaboration and alignment across
13 the centers and offices of the Food and Drug Administra14 tion with respect to the regulation of digital health tech15 nologies.

16 (b) CONTENTS.— The report under subsection (a)17 shall include a description of the following:

18 (1) How the Commissioner of Food and Drugs
19 and the heads of the centers and offices of the Food
20 and Drug Administration collaborate in regulating
21 digital health technologies, including recommenda22 tions with respect to—

23 (A) the use of digital endpoints for regu-24 latory review, including the validation and qual-

1	ification of digital endpoints and digital bio-
2	markers;
3	(B) the acceptance of decentralized trials;
4	(C) the use of digital health technologies in
5	patient-focused development of products; and
6	(D) the use and validation of digital health
7	technology tools;
8	(2) How the Food and Drug Administration co-
9	ordinates with foreign regulators to ensure harmoni-
10	zation on the regulation and use of digital health
11	technologies.
12	(c) DEFINITION.—In this section, the term "digital
13	health technologies" includes those technologies in health
14	care or society that help deliver or provide access to health
15	care products and services such as hardware (for example,
16	wearable sensors, virtual reality headsets, and digitally-en-
17	abled drug delivery devices), advanced analytics (for exam-
18	ple, artificial intelligence, machine learning, and sophisti-
19	cated computation), cloud services (for example, storage,
20	computing, and data processing), and software (for exam-
21	ple, mobile medical applications, and software as a medical
22	device).

#### 1 SEC. 302. GRANTS FOR NOVEL TRIAL DESIGNS AND OTHER 2 **INNOVATIONS IN DRUG DEVELOPMENT.** 3 (a) IN GENERAL.—The Secretary of Health and Human Services, acting through the Commissioner of 4 5 Food and Drugs, shall award grants for— 6 (1) incorporating complex adaptive and other 7 novel trial designs into clinical protocols and applica-8 tions for drugs pursuant to an exemption for investigational use under section 505(i) of the Federal 9 10 Food, Drug, and Cosmetic Act (21 U.S.C. 355(i)) or section 351(a) of the Public Health Service Act (42 11 12 U.S.C. 262(a); and

(2) the collection of patient experience data
with respect to drugs and the use of such data and
related information in drug development.

(b) PRIORITIZATION.—In awarding grants under this
section, the Secretary shall prioritize the incorporation of
digital health technologies and real world evidence in drug
development.

20 (c) DEFINITIONS.—In this section:

(1) The term "digital health technologies" hasthe meaning given to such term in section 301.

(2) The term "patient experience data" has the
meaning given to such term by section 569C(d) of
the Federal Food, Drug, and Cosmetic Act, as redesignated by section 204 of this Act.

(3) The term "real world evidence" has the
 meaning given to that term in section 505F of the
 Federal Food, Drug, and Cosmetic Act (21 U.S.C.
 355g).

5 (d) AUTHORIZATION OF APPROPRIATIONS.—To carry
6 out this section, there is authorized to be appropriated
7 \$25,000,000 for each of fiscal years 2022 through 2024.
8 SEC 202 EDA CELL AND CENE THER ADV

### 8 SEC. 303. FDA CELL AND GENE THERAPY.

9 Not later than 1 year after the date of the enactment
10 of this Act, the Secretary of Health and Human Services,
11 acting through the Commissioner of Food and Drugs,
12 shall submit a report to the Congress on the following:
13 (1) The foreseeable challenges to the Food and

- Drug Administration with respect to cell and genetherapies during the next ten years.
- 16 (2) How the Food and Drug Administration17 will address these challenges.
- 18 (3) The additional resources and authorities the
  19 Food and Drug Administration needs to address
  20 these challenges.
- (4) The current state of cell and gene therapies
  regulation by the Food and Drug Administration, including—

1	(A) the amount and nature of the submis-
2	sions filed with the Food and Drug Administra-
3	tion;
4	(B) the status of such applications in the
5	review process; and
6	(C) the therapeutic areas intended to be
7	addressed by the products that are subject to
8	such applications.
9	SEC. 304. INCREASING USE OF REAL WORLD EVIDENCE.
10	(a) GUIDANCE.—
11	(1) ISSUANCE.—Not later than 6 months after
12	the date of the enactment of this Act, the Secretary
13	of Health and Human Services (in this section re-
14	ferred to as the "Secretary") shall issue guidance on
15	the use of real world evidence in evaluating the safe-
16	ty and effectiveness of breakthrough devices (devel-
17	oped pursuant to section 515B of the Federal Food,
18	Drug, and Cosmetic Act (21 U.S.C. 360e-3)) and
19	breakthrough drugs subsequent to the approval or li-
20	censing of such drugs pursuant to subsection (a),
21	(b), or (c) of section 506 of the Federal Food, Drug,
22	and Cosmetic Act (21 U.S.C. 356) as a break-
23	through therapy, a fast track product, or a product
24	considered for accelerated approval.

1	(2) CONSIDERATIONS.—The guidance under
2	paragraph (1) shall take into consideration each of
3	the following:
4	(A) Special and underrepresented popu-
5	lations.
6	(B) Acceptable endpoints and outcomes
7	measures.
8	(C) Data quality standards.
9	(D) Data transparency requirements.
10	(E) Study design considerations.
11	(b) Identification and Implementation of Ap-
12	PROACHES.—
13	(1) IDENTIFICATION.—Consistent with the
14	framework established under 505F of the Federal
15	Food, Drug, and Cosmetic Act (21 U.S.C. 355g),
16	the Secretary of Health and Human Services shall,
17	by not later than 1 year after the date of the enact-
18	ment of this Act—
19	(A) identify consistent, clear approaches
20	for the Department of Health and Human
21	Services to use real world evidence (as defined
22	in such section $505F)$ —
22 23	in such section 505F)— (i) in conducting and supporting re-

1	(ii) in regulating, purchasing, and
2	supporting the purchase of health care
3	products and services;
4	(B) include in such approaches rec-
5	ommendations for any additional statutory au-
6	thorities needed;
7	(C) publish such approaches in the Federal
8	Register; and
9	(D) submit a report to the Congress on
10	such approaches.
11	(2) IMPLEMENTATION.—Upon publication
12	under paragraph (1) of the approaches identified
13	pursuant to such paragraph, consistent with the au-
14	thorities vested in the Department of Health and
15	Human Services by other provisions of law, the Sec-
16	retary take such actions as may be appropriate to
17	implement the approaches identified pursuant to
18	paragraph (1).
19	(c) Real World Evidence Task Force.—
20	(1) ESTABLISHMENT.—The Secretary shall es-
21	tablish a permanent task force, to be known as the
22	Real World Evidence Task Force (in this subsection
23	referred to as the "Task Force") to coordinate the
24	programs and activities of the Department of Health

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1	and Human Services with regard to the collection
2	and use of real world evidence.
3	(2) Membership.—The members of the Task
4	Force shall include the following:
5	(A) The Secretary (or the Secretary's des-
6	ignee), who shall serve as the Chair of the Task
7	Force.
8	(B) The Administrator of the Centers for
9	Medicare & Medicaid Services (or the Adminis-
10	trator's designee).
11	(C) The Commissioner of Food and Drugs
12	(or the Commissioner's designee).
13	(D) The Director of the National Insti-
14	tutes of Health (or the Director's designee).
15	(E) Such additional Federal officials (or
16	their designees) as the Secretary determines ap-
17	propriate.
18	(F) Private sector representatives, includ-
19	ing patient group representatives, to be ap-
20	pointed by the Secretary.
21	(3) Recommendations.—In carrying para-
22	graph (1), the Task Force shall—
23	(A) develop and periodically update rec-
24	ommendations on ways to encourage patients
25	to—

1	(i) engage in the generation of real
2	world evidence; and
3	(ii) participate in postapproval clinical
4	trials for the collection of real world evi-
5	dence; and
6	(B) not later than 2 years after the date
7	of the enactment of this Act, and every 2 years
8	thereafter, submit a report to the Congress on
9	such recommendations.
10	SEC. 305. IMPROVING FDA-CMS COMMUNICATION REGARD-
11	ING TRANSFORMATIVE NEW THERAPIES.
12	(a) IN GENERAL.—Upon the designation of a product
13	as a breakthrough therapy, a fast track product, or a
14	product eligible for accelerated approval under subsection
15	(a), (b), or (c), respectively, of section 506 of the Federal
16	Food, Drug, and Cosmetic Act (21 U.S.C. 356), the Com-
17	missioner of Food and Drugs and the Administrator of
18	the Centers for Medicare & Medicaid Services shall—
19	(1) maintain communication with each other re-
20	garding approval and coverage decisions with respect
21	to such product; and
22	
	(2) share such information with each other as
23	(2) share such information with each other as may be appropriate to inform and coordinate such
23 24	

1 (b) SEPARATE AND DISTINCT.—In approving or des-2 ignating a product described in subsection (a), the Com-3 missioner of Food and Drugs and the Administrator of 4 the Centers for Medicare & Medicaid Services shall ensure 5 that the process for approval or designation remains sepa-6 rate and distinct.

# 7 SEC. 306. ESTABLISHMENT OF ADDITIONAL INTERCENTER 8 INSTITUTES AT THE FOOD AND DRUG ADMIN9 ISTRATION.

10 (a) ESTABLISHMENT.—Subsection (c) of section
11 1014 of the Federal Food, Drug, and Cosmetic Act (21
12 U.S.C. 399g(c)) is amended to read as follows:

13 "(c) TIMING.—Not later than the date that is one 14 year after the date of the enactment of the Cures 2.0 Act 15 or the end of the coronavirus disease 2019 (COVID-19) 16 pandemic public health emergency under section 319 of 17 the Public Health Service Act, whichever is later, the Sec-18 retary shall establish, in accordance with this section, at 19 least two additional Institutes under subsection (a).".

(b) CRITERIA.—In establishing the focus of the two
Institutes referenced in the amendment made by subsection (a), the Secretary of Health and Human Services
shall ensure the following:

24 (1) One of the Institutes focuses on a group of25 diseases meeting the following criteria:

1	(A) Negatively affects at least one major
2	body system.
3	(B) Represents a major disease burden in
4	the United States.
5	(C) Represents a leading cause of mor-
6	tality or disability in the United States.
7	(D) According to the National Institutes of
8	Health, affects at least an estimated
9	50,000,000 Americans each year.
10	(E) Contributes to increasing health care
11	(personal, familial, private sector, and govern-
12	mental) expenditures and impacts the United
13	States economy as a whole.
14	(F) For which the SARS–CoV–2 virus ex-
15	acerbates symptoms or causes serious complica-
16	tions.
17	(G) For which medical products are ap-
18	proved by the Food and Drug Administration
19	at a much lower rate than products for other
20	disease areas, including in abbreviated path-
21	ways.
22	(2) One of the Institutes focuses on a group of
23	diseases meeting the following criteria:
24	(A) Affects, individually, fewer than
25	200,000 people in the United States.

1	(B) Over 90 percent of such diseases have
2	no therapy approved by the Food and Drug Ad-
3	ministration.
4	(C) Affects, in total, over 30,000,000
5	Americans.
6	(D) Over 50 percent of patients are chil-
7	dren.
8	(c) Report on Intercenter Institutes.—Not
9	later than 2 years after the date of the enactment of this
10	Act, and annually thereafter, the Secretary of Health and
11	Human Services, acting through the Commissioner of
12	Food and Drugs, shall submit a report to the Committee
13	on Energy and Commerce of the House of Representatives
14	and the Committee on Health, Education, Labor, and
15	Pensions of the Senate on the activities of the Institutes
16	established pursuant to this section.

## 17 SEC. 307. ACCELERATING TIMELINE FOR BREAKTHROUGH 18 AND RMAT DESIGNATIONS.

19 (a) BREAKTHROUGH THERAPIES.—Section 506(a)(2) of the Federal Food, Drug, and Cosmetic Act 20 (21 U.S.C. 356(a)(2)) is amended by striking "A request 21 for the designation may be made concurrently with, or at 22 any time after, the submission of an application for the 23 investigation of the drug under section 505(i) or section 24 351(a)(3) of the Public Health Service Act" and inserting 25

"A request for the designation may be made at any point
 before or after submission of an application for approval
 of the drug under section 505(b) of this Act or licensure
 of the drug under section 351(a)(2) of the Public Health
 Service Act and shall include clinical evidence, including
 preliminary clinical evidence from clinical trials conducted
 outside of the United States".

8 (b) REGENERATIVE ADVANCED THERAPIES.—Sec-9 tion 506(g)(3) of the Federal Food, Drug, and Cosmetic 10 Act (21 U.S.C. 356(g)(3)) is amended by striking "concurrently with, or at any time after, submission of an ap-11 12 plication for the investigation of the drug under section 13 505(i) of this Act or section 351(a)(3) of the Public Health Service Act" and inserting "at any point before 14 15 or after submission of an application for approval of the drug under section 505(b) of this Act or licensure of the 16 17 drug under section 351(a)(2) of the Public Health Service 18 Act and shall include clinical evidence, including preliminary clinical evidence from clinical trials conducted outside 19 of the United States". 20

1	SEC. 308. GUIDANCE REGARDING DEVELOPMENT AND SUB-
2	MISSION OF CHEMISTRY, MANUFACTURING,
3	AND CONTROLS INFORMATION FOR EXPE-
4	DITED APPROVAL.

5 (a) IN GENERAL.—The Secretary of Health and6 Human Services shall—

7 (1) not later than 6 months after the date of 8 the enactment of this Act, issue draft revised guid-9 ance to provide clarity regarding the development 10 and submission of chemistry, manufacturing, and 11 controls information for purposes of subsections (a), 12 (b), (c), and (g) of section 506 of the Federal Food, 13 Drug, and Cosmetic Act (21 U.S.C. 356; relating to 14 breakthrough therapies, fast track products, acceler-15 ated approval, and regenerative advanced therapies); 16 and

17 (2) not later than 90 days after the close of a
18 period of public comment on such draft guidance, fi19 nalize the guidance.

20 (b) CONTENTS.—The guidance under subsection (a)
21 shall address—

(1) how the Food and Drug Administration will
determine how, and by when, chemistry, manufacturing, and controls information is required to be
submitted throughout development and during the

pre- and post-approval phases, taking into consider ation—

3	(A) how such determinations will reflect
4	the risks and benefits of such information given
5	the seriousness or life-threatening nature of the
6	disease the product is intended to diagnose,
7	cure, mitigate, treat, or prevent;
8	(B) the phase and expedited nature of de-
9	velopment; and
10	(C) the availability of relevant data and in-
11	formation from nonclinical and clinical studies,
12	product applications, and post-approval over-
13	sight; and
14	(2) how the Food and Drug Administration will
15	provide ongoing advice and opportunities for spon-
16	sors to interact with the Food and Drug Administra-
17	tion on, and how the Food and Drug Administration
18	will facilitate, the submission of chemistry, manufac-
19	turing, and controls information throughout the life
20	cycle of the product.

## 21 SEC. 309. POST-APPROVAL STUDY REQUIREMENTS FOR AC22 CELERATED APPROVAL.

23 Section 506(c)(2)(A) of the Federal Food, Drug, and
24 Cosmetic Act (21 U.S.C. 356(c)(2)(A)) is amended after
25 "studies" by inserting ", or otherwise submit evidence

based on analyses of data in clinical care data repositories,
 patient registries, or other sources of real world evi dence,".

### 4 SEC. 310. RECOMMENDATIONS TO DECENTRALIZE CLIN-5 ICAL TRIALS.

6 (a) IN GENERAL.—Not later than the end of fiscal 7 year 2022, the Secretary of Health and Human Services, 8 acting through the Commissioner of Food and Drugs, 9 shall convene a meeting of covered representatives to rec-10 ommend to the Secretary innovative approaches and in-11 centives to adopt decentralized clinical trials.

12 (b) DEFINITIONS.—In this section:

13 (1) COVERED REPRESENTATIVE.—The term
14 "covered representative" means a representative of
15 the following:

16 (A) Sponsors of an application for approval
17 of a drug under section 505 of the Federal
18 Food, Drug, and Cosmetic Act (21 U.S.C.
19 355).

20 (B) A manufacturer of a device (as defined
21 in section 201 of the Federal Food, Drug, and
22 Cosmetic Act (21 U.S.C. 321)).

- 23 (C) Clinical research organizations.
- 24 (D) The technology community.
- 25 (E) The patient community.

1 (2) DECENTRALIZED CLINICAL TRIAL.—The 2 term "decentralized clinical trial" means a clinical 3 trial method that includes the use of telemedicine or 4 digital technologies to allow for the remote collection 5 of clinical trial data from subjects, including in the 6 home or office setting.

# 7 TITLE IV—CENTERS FOR MEDI 8 CARE & MEDICAID SERVICES

### 9 SEC. 401. GAO STUDY AND REPORT.

Not later than one year after the date of the enactment of this Act, the Comptroller General of the United
States shall submit to Congress a report on recommendations for administrative actions that may be taken by the
Secretary of Health and Human Services (as well as recommendations for legislative changes needed) to—

16 (1) enhance coverage and reimbursement ap-17 proaches under the Medicare program under title 18 XVIII of the Social Security Act for innovative tech-19 nologies that increase access to health care, improve 20 health care quality, decrease expenditures under 21 such program, or otherwise improve the Medicare 22 program or health care for beneficiaries under such 23 program; and

24 (2) better harmonize and integrate the oper-25 ating structure of the Medicare program (and the

Centers for Medicare & Medicaid Services) to im prove interagency collaboration and communication.
 SEC. 402. STRATEGIES TO INCREASE ACCESS TO TELE HEALTH UNDER MEDICAID AND CHILDREN'S
 HEALTH INSURANCE PROGRAM.

6 (a) GUIDANCE.—Not later than one year after the 7 date of the enactment of this Act, the Secretary of Health 8 and Human Services shall issue and disseminate guidance 9 to States to clarify strategies to overcome existing barriers 10 and increase access to telehealth under the Medicaid program under title XIX of the Social Security Act (42) 11 12 U.S.C. 1396 et seq.) and the Children's Health Insurance 13 Program under title XXI of such Act (42 U.S.C. 1397aa et seq.). Such guidance shall include technical assistance 14 15 and best practices regarding—

16 (1) existing strategies States can use to inte17 grate telehealth and other virtual health care serv18 ices into value-based health care models; and

(2) examples of States that have used waivers
under the Medicaid program to test expanded access
to telehealth, including during the emergency period
described in section 1135(g)(1)(B) of the Social Security Act (42 U.S.C. 1320b-5(g)(1)(B)).

24 (b) STUDIES.—

1	(1) TELEHEALTH IMPACT ON HEALTH CARE
2	ACCESS.—Not later than one year after the date of
3	the enactment of this Act, the Medicaid and CHIP
4	Payment and Access Commission shall conduct a
5	study, with respect to a minimum of 10 States
6	across geographic regions of the United States, and
7	submit to Congress a report, on the impact of tele-
8	health on health care access, utilization, cost, and
9	outcomes, broken down by race, ethnicity, sex, age,
10	disability status, and zip code. Such report shall—
11	(A) evaluate cost, access, utilization, out-
12	comes, and patient experience data from across
13	the health care field, including States, Medicaid
14	managed care organizations, provider organiza-
15	tions, and other organizations that provide or
16	pay for telehealth under the Medicaid program
17	and Children's Health Insurance Program;
18	(B) identify barriers and potential solu-
19	tions to provider entry and participation in tele-
20	health that States are experiencing, as well as
21	barriers to providing telehealth across State
22	lines, including during times of public health
23	crisis or public health emergency;
24	(C) determine the frequency at which out-

of-State telehealth is provided to patients en-

1	rolled in the Medicaid program and the poten-
2	tial impact on access to telehealth if State Med-
3	icaid policies were more aligned; and
4	(D) identify and evaluate opportunities for
5	more alignment among such policies to promote
6	access to telehealth across all States, State
7	Medicaid plans under title XIX of the Social
8	Security Act (42 U.S.C. 1396 et seq.), State
9	child health plans under title XXI of such Act
10	(42 U.S.C. 1397aa et seq.), and Medicaid man-
11	aged care organizations, including the potential
12	for regional compacts or reciprocity agreements.
13	(2) FEDERAL AGENCY TELEHEALTH COLLABO-
14	RATION.—Not later than 1 year after the date of the
15	enactment of this Act, the Comptroller General of
16	the United States shall conduct a study and submit
17	to Congress a report evaluating collaboration be-
18	tween Federal agencies with respect to telehealth
19	services furnished under the Medicaid or CHIP pro-
20	gram to individuals under the age of 18, including
21	such services furnished to such individuals in early
22	care and education settings. Such report shall in-
23	clude recommendations on—

1	(A) opportunities for Federal agencies to
2	improve collaboration with respect to such tele-
3	health services; and
4	(B) opportunities for collaboration between
5	Federal agencies to expand telehealth access to
6	such individuals enrolled under the Medicaid or
7	CHIP program, including in early care and
8	education settings.
9	SEC. 403. EXTENDING MEDICARE TELEHEALTH FLEXIBILI-
10	TIES.
11	(a) Expanding Access to Telehealth Serv-
12	ICES.—
13	(1) IN GENERAL.—Section $1834(m)(4)(C)$ of
14	the Social Security Act (42 U.S.C. $1395m(m)(4)(C)$ )
15	is amended by adding at the end the following new
16	clause:
17	"(iii) EXPANDING ACCESS TO TELE-
18	HEALTH SERVICES.—With respect to tele-
19	health services furnished beginning on the
20	first day after the end of the emergency
21	period described in section $1135(g)(1)(B)$
22	of this clause, the term 'originating site'
23	means any site at which the eligible tele-
24	health individual is located at the time the
25	service is furnished via a telecommuni-

1	cations system, including the home of an
2	individual.".
3	(2) Conforming Amendments.—Such section
4	is amended—
5	(A) in paragraph $(2)(B)$ —
6	(i) in clause (i), in the matter pre-
7	ceding subclause (I), by striking "clause
8	(ii)" and inserting "clauses (ii) and (iii)";
9	and
10	(ii) by adding at the end the following
11	new clause:
12	"(iii) NO FACILITY FEE FOR NEW
13	SITES.—With respect to telehealth services
14	furnished on or after the date of the enact-
15	ment of this clause, a facility fee shall only
16	be paid under this subparagraph to an
17	originating site that is described in para-
18	graph $(4)(C)(ii)$ (other than subclause (X)
19	of such paragraph).";
20	(B) in paragraph $(4)(C)$ —
21	(i) in clause (i), in the matter pre-
22	ceding subclause (I), by inserting "and
23	clause (iii)" after "and (7)"; and
24	(ii) in clause (ii)(X), by inserting
25	"prior to the first day after the end of the

1	emergency period described in section
2	1135(g)(1)(B)" before the period;
3	(C) in paragraph (5), by inserting "and
4	prior to the first day after the end of the emer-
5	gency period described in section
6	1135(g)(1)(B)" after "January 1, 2019,";
7	(D) in paragraph (6)(A), by inserting "and
8	prior to the first day after the end of the emer-
9	gency period described in section
10	1135(g)(1)(B)," after "January 1, 2019,"; and
11	(E) in paragraph (7), by adding at the end
12	the following new subparagraph:
13	"(C) SUNSET.—The provisions of this
14	paragraph shall not apply with respect to serv-
15	ices furnished on or after the first day after the
16	end of the emergency period described in sec-
17	tion $1135(g)(1)(B)$ .".
18	(b) Expanding Practitioners Eligible To Fur-
19	NISH TELEHEALTH SERVICES.—Section 1834(m) of the
20	Social Security Act (42 U.S.C. 1395m(m)) is amended—
21	(1) in paragraph (1), by striking "(described in
22	section $1842(b)(18)(C)$ )" and inserting "(defined in
23	paragraph $(4)(E)$ )"; and
24	(2) in paragraph $(4)(E)$ —

1	(A) by striking "PRACTITIONER.—The
2	term" and inserting "PRACTITIONER.—
3	"(A) IN GENERAL.—Subject to subpara-
4	graph (B), the term"; and
5	(B) by adding at the end the following new
6	subparagraph:
7	"(B) EXPANSION.—The Secretary, after
8	consulting with stakeholders regarding services
9	that are clinically appropriate, may expand the
10	types of practitioners who may furnish tele-
11	health services to include any health care pro-
12	fessional that is eligible to bill the program
13	under this title for their professional services.".
14	(c) Retention of Additional Services and Sub-
15	REGULATORY PROCESS FOR MODIFICATIONS FOLLOWING
16	EMERGENCY PERIOD.—Section $1834(m)(4)(F)$ of the So-
17	cial Security Act (42 U.S.C. $1395m(m)(4)(F)$ ) is amend-
18	ed—
19	(1) in clause (i), by inserting "and clause (iii)"
20	after "paragraph (8)";
21	(2) in clause (ii), by striking "The Secretary"
22	and inserting "Subject to clause (iii), the Sec-
23	retary"; and
24	(3) by adding at the end the following new
25	clause:

1	"(iii) RETENTION OF ADDITIONAL
2	SERVICES AND SUBREGULATORY PROCESS
3	FOR MODIFICATIONS FOLLOWING EMER-
4	GENCY PERIOD.—With respect to tele-
5	health services furnished after the last day
6	of the emergency period described in sec-
7	tion $1135(g)(1)(B)$ , the Secretary may—
8	"(I) retain as appropriate the ex-
9	panded list of telehealth services spec-
10	ified in clause (i) pursuant to the
11	waiver authority under section
12	1135(b)(8) during such emergency pe-
13	riod; and
14	"(II) retain the subregulatory
15	process used to modify the services in-
16	cluded on the list of such telehealth
17	services pursuant to clause (ii) during
18	such emergency period.".
19	(d) Enhancing Telehealth Services for Fed-
20	ERALLY QUALIFIED HEALTH CENTERS AND RURAL
21	HEALTH CLINICS.—Section 1834(m)(8) of the Social Se-
22	curity Act (42 U.S.C. $1395m(m)(8)$ ) is amended—
23	(1) in the paragraph heading by inserting "AND
24	AFTER" after "DURING";

(2) in subparagraph (A), in the matter pre ceding clause (i), by inserting "and after" after
 "During"; and

4 (3) in the first sentence of subparagraph (B)(i),
5 by inserting "and after" after "during".

6 (e) USE OF TELEHEALTH, AS CLINICALLY APPRO7 PRIATE, TO CONDUCT FACE-TO-FACE ENCOUNTER FOR
8 HOSPICE CARE.—Section 1814(a)(7)(D)(i)(II) of the So9 cial Security Act (42 U.S.C. 1395f(a)(7)(D)(i)(II)) is
10 amended by inserting "and after such emergency period
11 as clinically appropriate" after "1135(g)(1)(B)".

(f) USE OF TELEHEALTH, AS CLINICALLY APPROPRIATE, TO CONDUCT FACE-TO-FACE CLINICAL ASSESSMENTS FOR HOME DIALYSIS.—Clause (iii) of section
1881(b)(3)(B) of the Social Security Act (42 U.S.C.
1395rr(b)(3)(B)) is amended—

17 (1) by moving such clause 4 ems to the left;18 and

19 (2) by inserting "and after such emergency pe-20 riod as clinically appropriate" before the period.

(g) IMPLEMENTATION.—Notwithstanding any provision of law, the Secretary may implement the provisions
of, and amendments made by, this section by interim final
rule, program instruction, or otherwise.

## 1SEC. 404. COVERAGE AND PAYMENT FOR BREAKTHROUGH2DEVICES UNDER THE MEDICARE PROGRAM.

3 (a) IN GENERAL.—Part E of title XVIII of the Social
4 Security Act (42 U.S.C. 1395x et seq.) is amended by add5 ing at the end the following new section:

#### 6 "SEC. 1899C. COVERAGE OF BREAKTHROUGH DEVICES.

7 "(a) BREAKTHROUGH DEVICES.—For purposes of
8 this section, the term 'breakthrough device' means a med9 ical device that is a device (as defined in section 201 of
10 the Federal Food, Drug, and Cosmetic Act) and that is—
11 "(1) provided with review priority by the Sec12 retary under subsection (d)(5) of section 515 of such
13 Act; and

"(2) approved or cleared pursuant to section
510(k), 513(f), or 515 of such Act for use in treating an indication on or after March 15, 2021.

17 Such term also includes a breakthrough device that is a
18 specified breakthrough device (as defined in subsection
19 (e)(1)(B)) approved or cleared pursuant to section 510(k),
20 513(f), or 515 of such Act for use in treating an indication
21 on or after March 15, 2021.

- 22 "(b) COVERAGE.—
- 23 "(1) TRANSITIONAL COVERAGE.—

24 "(A) IN GENERAL.—During the transi25 tional coverage period (as defined in subpara26 graph (B)) a breakthrough device shall be—

1	"(i) deemed to be reasonable and nec-
2	essary for purposes of section
3	1862(a)(1)(A);
4	"(ii) deemed to be approved for an ad-
5	ditional payment under section
6	1886(d)(5)(K) (other than with respect to
7	the cost criterion under clause (ii)(I) of
8	such section);
9	"(iii) deemed to be approved for pass-
10	through payment under section $1833(t)(6)$
11	and section 1833(i) (other than with re-
12	spect to the cost criterion under section
13	1833(t)(6)(A)(iv)); and
14	"(iv) insofar as such breakthrough de-
15	vice may be furnished in a setting for
16	which payment is made under an applica-
17	ble payment system described in subpara-
18	graphs $(D)$ through $(I)$ of subsection
19	(c)(4), deemed eligible for an additional
20	payment or payment adjustment, as the
21	case may be, pursuant to subsection $(d)(3)$
22	when furnished in a setting for which pay-
23	ment is made under such an applicable
24	payment system during such transitional
25	coverage period.

1	"(B) TRANSITIONAL COVERAGE PERIOD
2	DEFINED.—As used in this section, the term
3	'transitional coverage period' means, with re-
4	spect to a breakthrough device, the period
5	that—
6	"(i) begins on the date of the approval
7	under section 515 of the Federal Food,
8	Drug, and Cosmetic Act or of the clear-
9	ance under section 510(k) of such Act, as
10	applicable, of such device by the Secretary
11	for the indication described in subsection
12	(a)(1); and
13	"(ii) ends on the last day of the 4-
14	year period that begins on the date that
15	the Secretary, pursuant to subsection
16	(c)(2), updates the relevant applicable pay-
17	ment system (as defined in subsection
18	(c)(4)) to recognize the unique temporary
19	or permanent code or codes assigned under
20	subsection $(c)(1)$ to such breakthrough de-
21	vice, except as provided in subsections
22	(d)(1)(B) and $(d)(2)(B)$ .
23	"(C) Data used to meet the ntap and
24	PASS-THROUGH COST CRITERIA.—In deter-
25	mining whether a breakthrough device qualifies

1	for an additional payment under section
2	1886(d)(5)(K) or for pass-through payment
3	under section $1833(t)(6)$ or section $1833(i)$ , the
4	Secretary shall use the most recently available
5	data and information on the costs of such
6	breakthrough device, which may include list
7	prices and invoice prices charged for such
8	breakthrough device.
9	"(2) Process for regular coverage.—For
10	purposes of the application of section $1862(a)(1)(A)$
11	to a breakthrough device furnished after the transi-
12	tional coverage period (as defined in paragraph
13	(1)(B)) for such device, the Secretary shall establish
14	a process for the coverage of such breakthrough de-
15	vices under this title after such period as follows:
16	"(A) Identification of additional evi-
17	DENCE.—
18	"(i) IN GENERAL.—With respect to a
19	breakthrough device, not later than 1 year
20	after the date of the approval of such de-
21	vice under section 515 of the Federal
22	Food, Drug, and Cosmetic Act or of the
23	clearance of such device under section
24	510(k) of such Act, as applicable, the Sec-
25	retary shall identify whether any additional

1	data or evidence is required with respect to
2	any indications for such device for pur-
3	poses of the application of such section
4	1862(a)(1)(A) to such device for such indi-
5	cations.
6	"(ii) Non-duplication of data re-
7	QUESTS.—In carrying out clause (i) with
8	respect to a breakthrough device, the Sec-
9	retary shall ensure that data or evidence
10	identified—
11	"(I) does not duplicate data re-
12	quired to be collected by the Food and
13	Drug Administration with respect to
14	such breakthrough device;
15	((II) minimizes the administra-
16	tive burdens of data collection and re-
17	porting on providers of services, sup-
18	pliers, and manufacturers of break-
19	through devices; and
20	"(III) is not otherwise unneces-
21	sary or redundant.
22	"(B) PROPOSAL FOR COVERAGE AFTER
23	THE TRANSITIONAL COVERAGE PERIOD.—Not
24	later than 2 years after the date of the approval
25	or clearance of a breakthrough device by the

1	Food and Drug Administration, the Secretary
2	shall develop a proposal for coverage under this
3	title of such breakthrough device for such indi-
4	cations as the Secretary determines to be ap-
5	propriate, based on the data and evidence col-
6	lected under subparagraph (A), for such devices
7	furnished after the transitional coverage period
8	under paragraph (1) for such device. If the Sec-
9	retary does not, on a date that is before the end
10	of such two-year period, take action to modify
11	the indications for which coverage of a break-
12	through device may be provided under this title
13	after such period, for purposes of section
14	1862(a)(1)(A) coverage under this title of such
15	breakthrough device shall be made for all indi-
16	cations for which such device is approved under
17	section 515 of the Federal Food, Drug, and
18	Cosmetic Act or cleared under section 510(k) of
19	such Act.
20	"(3) Rules of construction.—Nothing in
21	this section shall be construed to—
22	"(A) affect the ability of the manufacturer
23	of a breakthrough device to seek approval for
24	pass-through payment status under section
25	1833(t)(6) or to seek approval for an additional

1 payment under section 1886(d)(5)(K) insofar 2 as such breakthrough device does not qualify 3 for transitional coverage under paragraph (1); "(B) affect the application and approval 4 5 process for pass-through payment status under 6 section 1833(t)(6) or for an additional payment 7 under section 1886(d)(5)(K) in the case of a 8 medical device that is not approved by the Food 9 and Drug Administration as a breakthrough de-10 vice; or "(C) prohibit the Secretary from using ex-11 12 isting authority under this title to suspend or 13 terminate coverage of a breakthrough device if 14 the Secretary, based on clinical evidence, deter-15 mines that— "(i) such breakthrough device offers 16 17 clinical benefit to Medicare beneno 18 ficiaries; or "(ii) furnishing such breakthrough de-19 20 vice to Medicare beneficiaries causes, or 21 may cause, serious harm to Medicare bene-22 ficiaries. 23 "(c) CODING.— "(1) PROMPT ASSIGNMENT.—Not later than 24 three months after the date of approval or clearance 25

of a breakthrough device by the Food and Drug Ad-
ministration, the Secretary shall assign a unique
temporary or permanent code or codes for purposes
of coverage and payment for such breakthrough de-
vice under the applicable payment systems (de-
scribed in paragraph (4)).
"(2) UPDATES.—
"(A) IPPS.—The Secretary shall provide
for semiannual updates under the applicable
payment system described in paragraph $(4)(A)$
(relating to the inpatient hospital prospective
(relating to the inpatient hospital prospective payment system) to recognize the code or codes
payment system) to recognize the code or codes
payment system) to recognize the code or codes assigned under paragraph (1).
payment system) to recognize the code or codes assigned under paragraph (1). "(B) OPPS.—The Secretary shall provide
payment system) to recognize the code or codes assigned under paragraph (1). "(B) OPPS.—The Secretary shall provide for quarterly updates under the applicable pay-
payment system) to recognize the code or codes assigned under paragraph (1). "(B) OPPS.—The Secretary shall provide for quarterly updates under the applicable pay- ment system described in paragraph (4)(B) (re-
payment system) to recognize the code or codes assigned under paragraph (1). "(B) OPPS.—The Secretary shall provide for quarterly updates under the applicable pay- ment system described in paragraph (4)(B) (re- lating to the outpatient hospital prospective
payment system) to recognize the code or codes assigned under paragraph (1). "(B) OPPS.—The Secretary shall provide for quarterly updates under the applicable pay- ment system described in paragraph (4)(B) (re- lating to the outpatient hospital prospective payment system) to recognize the code or codes
payment system) to recognize the code or codes assigned under paragraph (1). "(B) OPPS.—The Secretary shall provide for quarterly updates under the applicable pay- ment system described in paragraph (4)(B) (re- lating to the outpatient hospital prospective payment system) to recognize the code or codes assigned under paragraph (1).
payment system) to recognize the code or codes assigned under paragraph (1). "(B) OPPS.—The Secretary shall provide for quarterly updates under the applicable pay- ment system described in paragraph (4)(B) (re- lating to the outpatient hospital prospective payment system) to recognize the code or codes assigned under paragraph (1). "(C) OTHER PAYMENT SYSTEMS.—The
payment system) to recognize the code or codes assigned under paragraph (1). "(B) OPPS.—The Secretary shall provide for quarterly updates under the applicable pay- ment system described in paragraph (4)(B) (re- lating to the outpatient hospital prospective payment system) to recognize the code or codes assigned under paragraph (1). "(C) OTHER PAYMENT SYSTEMS.—The Secretary shall provide for semiannual or quar-

1	ognize the code or codes assigned under para-
2	graph (1).
3	"(3) TRANSPARENCY.—The process for the as-
4	signment of a code or codes under this subsection
5	shall provide for public notice and a meaningful op-
6	portunity for public comment from affected parties.
7	"(4) Applicable payment systems de-
8	SCRIBED.—For purposes of this subsection, the term
9	'applicable payment systems' means—
10	"(A) with respect to inpatient hospital
11	services, the prospective payment system for in-
12	patient hospital services established under sec-
13	tion 1886(d);
14	"(B) with respect to outpatient hospital
15	services, the prospective payment system for
16	covered OPD services established under section
17	1833(t);
18	"(C) with respect to ambulatory surgical
19	center services, the fee schedule for such serv-
20	ices established under 1833(i);
21	"(D) with respect to physicians' services,
22	the physician fee schedules established under
23	section 1848;

1	"(E) with respect to covered items of dura-
2	ble medical equipment, the applicable fee sched-
3	ules established under section 1834;
4	"(F) with respect to diagnostic laboratory
5	tests, the payment amounts under section
6	1834A and the fee schedules establish under
7	section 1848, as the case may be;
8	"(G) with respect to inpatient hospital
9	services furnished by rehabilitation facilities,
10	the prospective payment system established
11	under section 1886(j);
12	"(H) with respect to inpatient hospital
13	services furnished by long-term care hospitals,
14	the prospective payment system under section
15	1886(m);
16	"(I) with respect to inpatient hospital serv-
17	ices furnished by psychiatric hospitals and psy-
18	chiatric units, the prospective payment system
19	under section 1886(s);
20	"(J) with respect to home health services,
21	the prospective payment system under section
22	1895; and
23	"(K) with respect to items and services, or
24	a provider of services or supplier, not described
25	in subparagraphs (A) through (I), the payment

	50
1	system established under this title for such
2	items and services when furnished by such pro-
3	vider of services or supplier.
4	"(d) PAYMENT.—
5	"(1) INPATIENT HOSPITAL PROSPECTIVE PAY-
6	MENT SYSTEM: DEEMED ELIGIBILITY FOR BREAK-
7	THROUGH PAYMENT.—The Secretary shall deem
8	each breakthrough device as approved for an addi-
9	tional payment under section $1886(d)(5)(K)$ for the
10	4-year period that begins—
11	"(A) except as provided in subparagraph
12	(B), on the date that the Secretary, pursuant to
13	subsection $(c)(2)(A)$ , updates the payment sys-
14	tem under section $1886(d)$ to recognize the
15	unique temporary or permanent code or codes
16	assigned under subsection $(c)(1)$ to such break-
17	through device; or
18	"(B) in the case of a device that has not
19	received approval or clearance as a break-
20	through device by the Food and Drug Adminis-
21	tration before such payment system is updated
22	under subsection $(c)(2)(A)$ to recognize the
23	unique temporary or permanent code or codes
24	assigned under subsection $(c)(1)$ to such device,
25	on the date of such approval or clearance.

Nothing in this paragraph shall be construed to af fect the authority of the Secretary to use claims
 data to establish new diagnosis or procedure codes
 for breakthrough devices or to identify appropriate
 diagnosis-related groups for the assignment of
 breakthrough devices under annual rulemaking to
 carry out section 1886(d)(5)(K).

8 "(2) OUTPATIENT PROSPECTIVE PAYMENT SYS-9 TEM: DEEMED ELIGIBILITY FOR PASS-THROUGH 10 PAYMENT.—The Secretary shall deem each break-11 through device as approved for pass-through pay-12 ment under section 1833(t)(6) (including for pur-13 poses of section 1833(i)(2)(D)) during the 4-year pe-14 riod that begins—

"(A) except as provided in subparagraph
(B), on the date that the Secretary, pursuant to
subsection (c)(2)(B), updates the payment system under section 1833(t) to recognize the
unique temporary or permanent code or codes
assigned under subsection (c)(1) to such breakthrough device; or

"(B) in the case of a device that has not
received approval or clearance as a breakthrough device by the Food and Drug Administration before such payment system is updated

under subsection (c)(2)(B) to recognize the 1 2 unique temporary or permanent code or codes 3 assigned under subsection (c)(1) to such device, 4 on the date of such approval or clearance. 5 Nothing in this paragraph shall be construed to af-6 fect the authority of the Secretary to use claims data to establish new ambulatory payment classifica-7 8 tion groups for breakthrough devices or to revise 9 such groups to take into account breakthrough de-10 vices under annual rulemaking to carry out section 11 1833(t). 12 "(3) OTHER PAYMENT SYSTEMS.— 13 "(A) IN GENERAL.—In the case of a 14 breakthrough device that is furnished and for 15 which payment may be made under the pay-16 ment system established under section 1834, 17 1834A, 1848, 1886(j), 1886(m), 1886(s), or 18 1895 or any other provision of this title (other 19 than sections 1833(i), 1833(t), and 1886(d)), 20 the Secretary shall provide for an additional 21 payment for such breakthrough device under 22 such applicable payment system or an adjust-23

ment to such applicable payment system of an adjustcase may be. The payment basis for such addi-

tional payment or adjustment, as the case may

24

be, shall equal an amount that the Secretary determines covers the costs of such breakthrough device.

4 "(B) COST INFORMATION.—In determining 5 the costs of a breakthrough device for purposes 6 of determining an additional payment or pay-7 ment adjustment under subparagraph (A), the 8 Secretary shall use the most recently available 9 data and information on the costs of such 10 breakthrough device, which may include list 11 prices and invoice prices charged for such 12 breakthrough device.

"(C) RULE OF CONSTRUCTION.—Nothing 13 14 in this paragraph shall be construed to affect 15 the authority of the Secretary to use claims 16 data to establish new or modify existing ambu-17 latory payment classification groups, diagnosis-18 related groups, level II HCPCS codes or such 19 other groups or codes as the Secretary may es-20 tablish under the annual rulemaking authority 21 under the provisions referred to in subpara-22 graph (A).

23 "(D) CLINICAL DIAGNOSTIC LABORATORY
24 TESTS.—An additional payment or payment ad25 justment under subparagraph (A) for a break-

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1 through device under the applicable payment 2 system established in section 1834A may be in the form of an increase to the amount deter-3 4 mined for the breakthrough device using crosswalking under section 1834A(c)(1)(A), an ex-5 6 tension of the initial period of payment applica-7 ble to advance diagnostic laboratory tests under 8 section 1834A(d)(1)(A), and in such other form 9 or manner as the Secretary determines reflects 10 the costs for such breakthrough device under 11 the relevant provisions of section 1834A. "(4) PAYMENT FOR BREAKTHROUGH DEVICES

"(4) PAYMENT FOR BREAKTHROUGH DEVICES
AFTER THE TRANSITIONAL COVERAGE PERIOD.—
Payment for a breakthrough device that is furnished
after the conclusion of the transitional coverage period under subsection (b)(1) for such device shall be
made pursuant to the applicable payment system involved, taking into account the additional evidence
and data collected under subsection (b)(2).

20 "(e) SPECIAL RULES FOR CERTAIN BREAKTHROUGH
21 DEVICES.—

22 "(1) COVERAGE OF SPECIFIED BREAKTHROUGH
23 DEVICES.—

24 "(A) IN GENERAL.—Subject to the succeeding provisions of this subsection and not-

1	withstanding any other provision of law, the
2	Secretary shall provide for coverage and pay-
3	ment pursuant to this section of a specified
4	breakthrough device (as defined in subpara-
5	graph (B)).
6	"(B) Specified breakthrough device
7	DEFINED.—In this section, the term 'specified
8	breakthrough device' means a breakthrough de-
9	vice with respect to which no Medicare benefit
10	category exists.
11	"(2) Period of transitional coverage.—
12	"(A) IN GENERAL.—Subject to subpara-
13	graph (C), the provisions of subsection $(b)(1)$
14	(relating to the transitional coverage period and
15	payment for breakthrough devices, including the
16	use of the most recently available data and in-
17	formation on costs) shall apply to a specified
18	breakthrough device in the same manner as
19	such provisions apply to a breakthrough device.
20	The Secretary may use methodologies under ex-
21	isting payment systems established under this
22	title, may provide for appropriate adjustments
23	to such methodologies, or may establish a new
24	payment methodology under this title, to pro-
25	vide for payment for a specified breakthrough

1	device to ensure the payment basis for such
2	payment covers costs of the specified break-
3	through device are covered by such payment.
4	"(B) Report.—
5	"(i) IN GENERAL.—With respect to
6	each specified breakthrough device, the
7	Secretary shall submit to Congress a re-
8	port on the coverage of and payment for
9	such specified breakthrough device under
10	this section that includes the following in-
11	formation:
12	"(I) The manner in which cov-
13	erage is provided and payment is
14	made for the specified breakthrough
15	device, including how such device was
16	classified (such as an item of durable
17	medical equipment or otherwise) and
18	the payment methodology the Sec-
19	retary applied with respect to such de-
20	vice.
21	"(II) The impact of the avail-
22	ability of the specified breakthrough
23	device to Medicare beneficiaries, in-
24	cluding impacts on the quality of pa-

1	tient care, patient outcomes, and pa-
2	tient experience.
3	"(III) The impact of the avail-
4	ability of the specified breakthrough
5	device to Medicare beneficiaries on
6	program expenditures under this title.
7	"(IV) Such other information as
8	the Secretary determines to be appro-
9	priate.
10	"(ii) Deadline.—
11	"(I) IN GENERAL.—Except as
12	provided in subclause (II), the Sec-
13	retary shall submit a report required
14	under this subparagraph no later than
15	the end of the transitional period of
16	coverage and payment applicable to
17	such specified breakthrough device.
18	"(II) EXTENSION TO GENERATE
19	ADDITIONAL DATA.—If the Secretary
20	determines that additional data or evi-
21	dence is required to complete a report
22	required under this subparagraph
23	with respect to a specified break-
24	through device, the deadline under

1	this clause may be extended for an
2	additional two years.
3	"(C) ADDITIONAL PERIOD OF TRANSI-
4	TIONAL COVERAGE TO DEVELOP ADDITIONAL
5	DATA.—Insofar as the Secretary determines
6	that additional data or evidence is required to
7	complete a report required under subparagraph
8	(B) with respect to a specified breakthrough de-
9	vice, the transitional coverage period of cov-
10	erage and payment for such device shall be ex-
11	tended by the lesser of—
12	"(i) two years; or
13	"(ii) the amount of additional time re-
14	quired for the submission of the report
15	with respect to such device.
16	"(3) COVERAGE AND PAYMENT AFTER THE
17	TRANSITIONAL PERIOD.—The Secretary may con-
18	tinue to provide for coverage of and payment for a
19	specified breakthrough device after the end of the
20	transitional period of coverage and payment for
21	breakthrough devices through the national coverage
22	determination process if the Secretary determines
23	that the specified breakthrough device—
24	"(A) improves the quality of care and pa-
25	tient outcomes;

1	"(B) improves the delivery of care; or
2	"(C) reduces spending under this title
3	without reducing the quality of care.".
4	(b) Conforming Amendments.—
5	(1) INPATIENT PROSPECTIVE PAYMENT SYS-
6	TEM.—Section 1886(d)(5)(K) of the Social Security
7	Act (42 U.S.C. $1395ww(d)(5)(K)$ ) is amended by
8	adding at the end the following new clause:
9	"(x) Effective for discharges occurring on
10	or after October 1, 2019, in the case of a new
11	medical service or technology that is a break-
12	through device (as defined in section
13	1899C(a)), the additional payment established
14	for such breakthrough device under this sub-
15	paragraph shall be made for the 4-year period
16	applicable to such breakthrough device under
17	section $1899C(d)(1)$ . In determining the
18	amount of the additional payment for a break-
19	through device under this subparagraph during
20	such 4-year period, the Secretary shall apply
21	section 412.88(b) of title 42, Code of Federal
22	Regulations, as in effect on the date of the en-
23	actment of this clause, except as if the ref-
24	erence in such section to '65 percent' were a

10this paragraph to the contrary, in the case11of a breakthrough device (as defined in12section 1899C(a)) that is furnished on or13after January 1, 2020, payment under this14paragraph for such breakthrough device15shall be made for the 4-year period appli-16cable to such breakthrough device under17section 1899C(d)(2). The provisions of this	1	reference to '65 percent (or such greater per-
4TEM.—Section 1833(t)(6)(C) of such Act (42 U.S.C.51395l(t)(6)(C)) is amended by adding at the end the6following new clause:7"(iii) SPECIAL RULE FOR BREAK-8THROUGH DEVICES.—Notwithstanding9clause (i) or (ii), or any other provision of10this paragraph to the contrary, in the case11of a breakthrough device (as defined in12section 1899C(a)) that is furnished on or13after January 1, 2020, payment under this14paragraph for such breakthrough device15shall be made for the 4-year period appli-16cable to such breakthrough device under17section 1899C(d)(2). The provisions of this	2	cent specified by the Secretary)'.".
<ul> <li>5 1395l(t)(6)(C)) is amended by adding at the end the</li> <li>6 following new clause:</li> <li>7 "(iii) SPECIAL RULE FOR BREAK-</li> <li>8 THROUGH DEVICES.—Notwithstanding</li> <li>9 clause (i) or (ii), or any other provision of</li> <li>10 this paragraph to the contrary, in the case</li> <li>11 of a breakthrough device (as defined in</li> <li>12 section 1899C(a)) that is furnished on or</li> <li>13 after January 1, 2020, payment under this</li> <li>14 paragraph for such breakthrough device</li> <li>15 shall be made for the 4-year period appli-</li> <li>16 cable to such breakthrough device under</li> <li>17 section 1899C(d)(2). The provisions of this</li> </ul>	3	(2) OUTPATIENT PROSPECTIVE PAYMENT SYS-
<ul> <li>following new clause:</li> <li>"(iii) SPECIAL RULE FOR BREAK-</li> <li>THROUGH DEVICES.—Notwithstanding</li> <li>clause (i) or (ii), or any other provision of</li> <li>this paragraph to the contrary, in the case</li> <li>of a breakthrough device (as defined in</li> <li>section 1899C(a)) that is furnished on or</li> <li>after January 1, 2020, payment under this</li> <li>paragraph for such breakthrough device</li> <li>shall be made for the 4-year period appli-</li> <li>cable to such breakthrough device under</li> <li>section 1899C(d)(2). The provisions of this</li> </ul>	4	TEM.—Section $1833(t)(6)(C)$ of such Act (42 U.S.C.
<ul> <li>"(iii) SPECIAL RULE FOR BREAK-</li> <li>THROUGH DEVICES.—Notwithstanding</li> <li>clause (i) or (ii), or any other provision of</li> <li>this paragraph to the contrary, in the case</li> <li>of a breakthrough device (as defined in</li> <li>section 1899C(a)) that is furnished on or</li> <li>after January 1, 2020, payment under this</li> <li>paragraph for such breakthrough device</li> <li>shall be made for the 4-year period appli-</li> <li>cable to such breakthrough device under</li> <li>section 1899C(d)(2). The provisions of this</li> </ul>	5	1395l(t)(6)(C)) is amended by adding at the end the
8 THROUGH DEVICES.—Notwithstanding 9 clause (i) or (ii), or any other provision of 10 this paragraph to the contrary, in the case 11 of a breakthrough device (as defined in 12 section 1899C(a)) that is furnished on or 13 after January 1, 2020, payment under this 14 paragraph for such breakthrough device 15 shall be made for the 4-year period appli- 16 cable to such breakthrough device under 17 section 1899C(d)(2). The provisions of this	6	following new clause:
9clause (i) or (ii), or any other provision of10this paragraph to the contrary, in the case11of a breakthrough device (as defined in12section 1899C(a)) that is furnished on or13after January 1, 2020, payment under this14paragraph for such breakthrough device15shall be made for the 4-year period appli-16cable to such breakthrough device under17section 1899C(d)(2). The provisions of this	7	"(iii) Special rule for break-
10this paragraph to the contrary, in the case11of a breakthrough device (as defined in12section 1899C(a)) that is furnished on or13after January 1, 2020, payment under this14paragraph for such breakthrough device15shall be made for the 4-year period appli-16cable to such breakthrough device under17section 1899C(d)(2). The provisions of this	8	THROUGH DEVICES.—Notwithstanding
11of a breakthrough device (as defined in12section 1899C(a)) that is furnished on or13after January 1, 2020, payment under this14paragraph for such breakthrough device15shall be made for the 4-year period appli-16cable to such breakthrough device under17section 1899C(d)(2). The provisions of this	9	clause (i) or (ii), or any other provision of
12section 1899C(a)) that is furnished on or13after January 1, 2020, payment under this14paragraph for such breakthrough device15shall be made for the 4-year period appli-16cable to such breakthrough device under17section 1899C(d)(2). The provisions of this	10	this paragraph to the contrary, in the case
13after January 1, 2020, payment under this14paragraph for such breakthrough device15shall be made for the 4-year period appli-16cable to such breakthrough device under17section 1899C(d)(2). The provisions of this	11	of a breakthrough device (as defined in
14paragraph for such breakthrough device15shall be made for the 4-year period appli-16cable to such breakthrough device under17section 1899C(d)(2). The provisions of this	12	section $1899C(a)$ ) that is furnished on or
<ul> <li>15 shall be made for the 4-year period appli-</li> <li>16 cable to such breakthrough device under</li> <li>17 section 1899C(d)(2). The provisions of this</li> </ul>	13	after January 1, 2020, payment under this
16cable to such breakthrough device under17section 1899C(d)(2). The provisions of this	14	paragraph for such breakthrough device
17 section 1899C(d)(2). The provisions of this	15	shall be made for the 4-year period appli-
	16	cable to such breakthrough device under
18 clause shall also apply for purposes of	17	section $1899C(d)(2)$ . The provisions of this
	18	clause shall also apply for purposes of
19 transitional pass-through payment under	19	transitional pass-through payment under
20 section 1833(i)(2)(D).".	20	section 1833(i)(2)(D).".
21 (c) EFFECTIVE DATE.—This section, and the amend-	21	(c) EFFECTIVE DATE.—This section, and the amend-

(c) EFFECTIVE DATE.—This section, and the amendments made by this section, shall take effect on the date
of the enactment of this Act and, unless otherwise specified in this section (or in an amendment made by this section), shall apply to breakthrough devices (as defined in

section 1899C(a) of the Social Security Act, as added by
 subsection (a)), approved or cleared on or after July 1,
 2019, or, in the case of a specified breakthrough device
 (as defined in such section as so added), approved or
 cleared on or after December 1, 2018.

# 6 SEC. 405. SECRETARY OF HEALTH AND HUMAN SERVICES 7 REPORT ON COVERAGE FOR INNOVATIVE 8 TECHNOLOGIES.

9 Not later than 1 year after the date of the enactment 10 of this Act, the Secretary of Health and Human Services, 11 in collaboration with the Administrator of the Centers for 12 Medicare & Medicaid Services, and following a request for 13 information, shall submit to Congress a report containing 14 a proposal that—

(1) specifies, for purposes of payment and coverage under title XVIII of the Social Security Act,
a definition for digital alternatives to treatment and
therapies, including wearables and digital applications and platforms;

20 (2) establishes a standardized process for deter21 mining which technologies satisfy the definition pur22 suant to paragraph (1);

23 (3) establishes a standardized process for deter24 mining coverage under such title of digital alter-

1 natives as defined pursuant to paragraph (1) that 2 are prescribed by a physician; and 3 (4) identifies an innovative system for payment 4 under such title for such alternatives. 5 SEC. 406. SECRETARY OF HEALTH AND HUMAN SERVICES 6 **REPORT ON CMS COMPUTER SYSTEMS.** 7 Not later than one year after the date of the enact-8 ment of this Act, the Secretary of Health and Human 9 Services shall submit to Congress a report on the fol-10 lowing: 11 (1) The current state of computer systems of the Centers for Medicare & Medicaid Services, in-12 13 cluding an analysis of the capabilities and defi-14 ciencies of such systems in helping to managing the 15 operations of the programs administered by the Cen-16 ters for Medicare & Medicaid Services. 17 (2) The cost, taking into account ways to lower 18 or defray costs to the Federal Government, of each 19 of the following: 20 (A) Replacing or updating such systems 21 identified under paragraph (1). 22 (B) Contractors and other third parties to 23 solve for deficiencies in such system identified 24 under paragraph (1).

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3 (a) CENTERS FOR MEDICARE & MEDICAID SERVICES GUIDANCE ON THE EARLY AND PERIODIC SCREENING, 4 5 DIAGNOSTIC, AND TREATMENT BENEFIT.—Not later than 6 months after the date of the enactment of this Act, the 6 7 Centers for Medicare & Medicaid Services shall issue guid-8 ance to States on authority and requirements under the 9 Medicaid program under title XIX of the Social Security 10 Act to provide medically necessary health care that falls within the scope of services specified under section 11 1905(r) of the Social Security Act (42 U.S.C. 1396d(r)) 12 13 to a child, regardless of whether the service is available for adults under the State plan (or waiver of such plan) 14 under such title. The guidance shall— 15

16 (1) include technical and educational assistance 17 on how to increase the frequency of coverage under 18 the State plan (or waiver) pursuant to paragraphs 19 (4) and (16) of section 1905(a) of such Act (42) 20 U.S.C. 1396d(a)) for genetic and genomic testing di-21 agnostic services, including whole exome sequencing, 22 whole genome sequencing, and gene panels when rec-23 ommended by a qualified treating provider as a first-24 or second-tier test for pediatric patients, including 25 those who—

1	(A) have a positive result from a newborn
2	screening program;
3	(B) have one or more neurodevelopmental
4	or congenital anomalies;
5	(C) are experiencing developmental delay
6	or intellectual disability;
7	(D) are having seizures;
8	(E) have been referred or admitted to a
9	pediatric or neonatal intensive care unit for a
10	chronic or undiagnosed disease;
11	(F) have been seen by at least one medical
12	specialist for such chronic or undiagnosed dis-
13	ease; or
14	(G) are suspected by at least one
15	healthcare provider to have a neonatal- or pedi-
16	atric-onset genetic disease;
17	(2) provide education and support to providers
18	to minimize denials of claims for medical assistance
19	under the State plan under title XIX of the Social
20	Security Act resulting from deficient or inadequate
21	paperwork; and
22	(3) ensure that providers and Medicaid-eligible
23	children and the families are aware of the Early and
24	Periodic Screening, Diagnostic and Treatment Ben-
25	efit under title XIX of the Social Security Act and

have access to required screenings and necessary
 treatment services.

3 (b) DEMONSTRATION PROGRAM TO PROVIDE GE4 NETIC AND GENOMIC TESTING FOR CERTAIN CHIL5 DREN.—

6 (1) IN GENERAL.—The Secretary of Health and Human Services shall enter into agreements with up 7 8 to 15 States submitting applications under para-9 graph (3) for the purpose of conducting, in accord-10 ance with this subsection, demonstration projects 11 under section 1115 of the Social Security Act (42) 12 U.S.C. 1315) in such States during the 3-year pe-13 riod beginning on the first date of the first fiscal 14 quarter than begins on or after the date of the en-15 actment of this subsection to test and evaluate the 16 provision of medical assistance under the State plans 17 under title XIX of such Act (or waivers of such 18 plans) to eligible individuals for purposes of pro-19 viding such individuals with genetic and genomic 20 testing.

(2) DEMONSTRATION PROJECT PAYMENT REQUIREMENTS.—Under each demonstration project
under this section conducted by a State, the following shall apply:

1	(A) The State shall provide a health care
2	provider (as defined by the State) with pay-
3	ments for the provision of genetic and genomic
4	testing to any eligible individual. Payments
5	made to a health care provider for such services
6	shall be treated as medical assistance for pur-
7	poses of section 1903(a) of the Social Security
8	Act (42 U.S.C. 1396b(a)), except that the Fed-
9	eral medical assistance percentage applicable to
10	such payments shall be equal to 100 percent.
11	(B) The State shall specify the method-
12	ology the State will use for determining pay-
13	ment for the provision of genetic and genomic
14	testing. Such methodology for determining pay-
15	ment shall be established consistent with section
16	1902(a)(30)(A) of such Act (42 U.S.C.
17	1396a(a)(30)(A)).
18	(3) Applications.—
19	(A) IN GENERAL.—A State desiring to
20	enter into an agreement under paragraph $(1)$
21	with the Secretary for conducting a demonstra-
22	tion project shall submit to the Secretary an
23	application, in accordance with such form and
24	manner, and application priorities, as specified

1	by the Secretary and that at a minimum in-
2	cludes the following:
3	(i) An explanation of how and the ex-
4	tent to which genetic and genomic testing
5	under the demonstration project of the
6	State will provide information and data on
7	how such services improve the diagnosis of
8	eligible individuals.
9	(ii) An explanation of how and the ex-
10	tent to which coverage under the State
11	plan (or waiver) pursuant to the dem-
12	onstration project will increase the use of
13	genetic and genomic testing that may in-
14	crease the use of genetic and genomic test-
15	ing that may improve clinical outcomes for
16	eligible individuals.
17	(iii) Procedures for referring any eligi-
18	ble individual who seeks or needs treat-
19	ment in a hospital emergency department
20	to a health care provider who is qualified
21	(as determined by the State) to provide ge-
22	netic and genomic testing.
23	(iv) An explanation of how genetic
24	and genomic testing may improve health

1 outcomes for all populations in the State, 2 including— (I) individuals with a rare genetic 3 4 disease, including a metabolic disease, neurologic disorders, or hereditary 5 cancer testing in the presence of a 6 7 suspected or confirmed cancer diag-8 nosis; and 9 (II) special populations, including 10 infants and children who are critically 11 ill (non-infectious and non-trauma) 12 patients, transplant patients, individ-13 uals with cardiac disease, and individ-14 uals with, or who have a family his-15 tory of, a birth defect or develop-16 mental disability. 17 (B) PREFERENCES IN CONSIDERING AP-18 PLICATIONS.—In considering applications sub-19 mitted under subparagraph (A), the Secretary

19 mitted under subparagraph (A), the Secretary 20 of Health and Human Services shall give pref-21 erence to States that can demonstrate under-22 utilization of genetic and genomic sequencing 23 clinical services (with priority given to States 24 that do not cover whole-genome sequencing or 25 do not cover the majority of genetic and

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genomic clinical services) in pediatric popu-2 lations under the State plan under title XIX of the Social Security Act (or waiver of such 3 4 plan).

(4) TECHNICAL ASSISTANCE.—The Secretary of 5 6 Health and Human Services shall provide technical 7 assistance to assist States in planning and designing 8 the demonstration project for purposes of applying 9 for conducting such project under this section.

10 (5) REPORTS BY STATES.—Not later than one 11 year after the date on which a State enters into an 12 agreement under paragraph (1) with the Secretary 13 for conducting a demonstration project, the State 14 shall submit a report to the Administrator of the 15 Centers for Medicare & Medicaid Services and the 16 Administrator of the Health Resources and Services 17 Administration on the extent to which genetic and 18 genomic testing improved outcomes and reduced 19 health disparities. Such report shall include informa-20 tion on the number of patients receiving genetic and 21 genomic testing, the types of services provided, and 22 such other information as the Secretary shall pre-23 scribe.

24 (6) Reports by health care providers.— 25 As a condition for receiving payment for genetic and

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1	genomic testing provided to an eligible individual
2	under a demonstration project conducted by a State
3	under this subsection, a health care provider shall
4	report to the State, in accordance with such require-
5	ments as the Secretary shall specify, on all applica-
6	ble measures for determining the quality and effi-
7	cacy of such services.
8	(7) DEFINITIONS.—In this subsection:
9	(A) ELIGIBLE INDIVIDUAL.—The term "el-
10	igible individual" means, with respect to a
11	State, an individual who—
12	(i) is eligible for medical assistance
13	under the State plan under title XIX of
14	the Social Security Act (or a waiver of
15	such plan);
16	(ii) is under the age of 21 (or, at the
17	option of the State, under the age of 20,
18	19, or 18 as the State may choose), or in
19	the case of an individual described in sec-
20	tion $1902(a)(10)(A)(i)(IX)$ of such Act (42
21	U.S.C. $1396a(a)(10)(A)(i)(IX))$ , under the
22	age of 26;
23	(iii) has been referred or admitted to
24	an intensive care unit, or has been seen by

1	at least one medical specialist, for a sus-
2	pected genetic or undiagnosed disease; or
3	(iv) is suspected by at least one med-
4	ical specialist to have a neonatal-onset or
5	pediatric-onset genetic disease.
6	(B) GENETIC AND GENOMIC TESTING.—
7	The term "genetic and genomic testing", with
8	respect to an eligible individual—
9	(i) means the determination of a se-
10	quence of deoxyribonucleic acid bases in
11	the genome of such individual, and, if for
12	the sole benefit of the individual, a biologi-
13	cal parent of such individual for the pur-
14	pose of determining whether one or more
15	potentially disease-causing genetic variants
16	are present in the genome of such indi-
17	vidual or such biological parent; and
18	(ii) includes—
19	(I) the sequencing of the whole
20	genome, the whole exome, or a panel
21	of genes; and
22	(II) any analysis, interpretation,
23	and data report derived from such se-
24	quencing.
25	(c) NATIONAL ACADEMY OF MEDICINE STUDY.—

1	(1) IN GENERAL.—Not later than one year
2	after the date of the enactment of this Act, the Sec-
3	retary of Health and Human Services shall enter
4	into an arrangement with the National Academy of
5	Medicine under which the Academy agrees to
6	study—
7	(A) how genetic and genomic testing may
8	improve preventative care and precision medi-
9	cine;
10	(B) disparities in access to precision
11	diagnostics and associated therapeutics;
12	(C) how genetic and genomic testing may
13	be used to reduce health disparities in
14	marginalized communities;
15	(D) how the Federal Government may help
16	to reduce barriers to genetic and genomic test-
17	ing, including—
18	(i) encouraging the expansion of
19	health insurance coverage of genetic and
20	genomic testing, including diagnostic, pre-
21	dictive, and presymptomatic testing, and
22	genetic and genomic testing (as defined in
23	subsection $(b)(7)(B)$ ;
24	(ii) supporting the collection of evi-
25	dence for the clinical utility and appro-

1	priate use of genetic and genomic tests;
2	and
3	(iii) improving access to genetic coun-
4	selors, pathologists, and other relevant pro-
5	fessions, including strengthening related
6	workforce education and training efforts;
7	(E)(i) the extent to which coverage provi-
8	sions in the Medicare and Medicaid programs
9	under titles XVIII and XIX of the Social Secu-
10	rity Act (42 U.S.C. 1395 et seq., 1396 et seq.)
11	may restrain the use of genetic and genomic
12	testing that may improve clinical outcomes for
13	beneficiaries;
14	(ii) the extent to which coverage provided
15	pursuant to subsection (a) increased the use of
16	genetic and genomic testing and improved clin-
17	ical outcomes for beneficiaries; and
18	(iii) how the Centers for Medicare & Med-
19	icaid Services may make coverage determina-
20	tions that better suit a precision medicine ap-
21	proach to treatment; and
22	(F) how genetic and genomic testing may
23	improve health outcomes for all pediatric popu-
24	lations in the United States, including—

1	(i) children with a rare disease, in-
2	cluding a metabolic disease, neurologic dis-
3	order, or hereditary cancer testing in the
4	presence of a suspected or confirmed can-
5	cer diagnosis; and
6	(ii) special populations, including—
7	(I) critically ill (non-infectious
8	and non-trauma) patients;
9	(II) transplant patients;
10	(III) individuals with cardiac dis-
11	ease; and
12	(IV) individuals with, or who
13	have a family history of, a birth defect
14	or developmental disability.
15	(2) Report.—
16	(A) IN GENERAL.—The arrangement
17	under paragraph (1) shall provide for the Na-
18	tional Academy of Medicine to submit, not later
19	than 2 years after the date of the enactment of
20	this Act, a report on the results of the study
21	under paragraph (1) to—
22	(i) the Secretary of Health and
23	Human Services;
24	(ii) the Committee on Ways and
25	Means and the Committee on Energy and

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1	Commerce of the House of Representa-
2	tives; and
3	(iii) the Committee on Finance and
4	the Committee on Health, Education,
5	Labor, and Pensions of the Senate.
6	(B) CONSULTATION.—The arrangement
7	under paragraph (1) shall provide for the Na-
8	tional Academy of Medicine, in developing the
9	report required by subparagraph (A), to consult
10	with physicians, other health professionals,
11	health educators, health professional organiza-
12	tions, relevant companies, patients, patient or-
13	ganizations, the Health Resources and Services
14	Administration, the National Cancer Institute,
15	the National Institutes of Health, the Agency
16	for Healthcare Research and Quality, and the
17	Centers for Medicare & Medicaid Services.
18	(C) Use of information.—The National
19	Academy of Medicine shall, to the extent pos-
20	sible, in conducting the study under paragraph
21	(1), utilize information included in the reports
22	submitted pursuant to subsections (f) and (g)
23	of section 2.
24	(d) Centers for Medicare & Medicaid Services
25	

 $25\ {\rm Report}$  on Medicaid Coverage for Genetic and

GENOMIC TESTING.—Not later than one year after the 1 2 date of the enactment of this Act, and annually thereafter 3 for the subsequent 3 years, the Centers for Medicare & Medicaid Services shall submit to the Secretary of Health 4 5 and Human Services, the Committees on Ways and Means 6 and on Energy and Commerce of the House of Represent-7 atives, and the Committees on Finance and Health, Edu-8 cation, Labor, and Pensions of the Senate a report on the 9 extent to which each of the 50 States provide coverage 10 under the State plan under title XIX of the Social Security Act (or waiver of such plan) of genetic and genomic 11 testing (as defined in subsection (b)(7)(B)) (including 12 13 whole exome, whole genome, gene panels, single gene tests, Chromosomal microarray analysis, Fluorescence in situ 14 15 hybridization, and other genetic and genomic tests), including information on— 16

- 17 (1) how often genetic and genomic diagnostic18 testing services are covered and reimbursed;
- 19 (2) the frequency of denials for coverage and20 the rationale for denying coverage;

21 (3) an analysis of which genetic and genomic
22 diagnostic tests are being approved or denied;

23 (4) how often test genetic counseling is covered
24 pre- and post-genetic and genomic diagnostic test25 ing;

1	(5) the turn-around time for prior authorization
2	requests; and
3	(6) any barriers to coverage of genetic and
4	genomic testing services identified.
5	SEC. 408. MEDICARE COVERAGE FOR CONSULTATIONS.
6	(a) Inclusion of Consultations as a Medicare
7	BENEFIT.—Section 1861 of the Social Security Act (42
8	U.S.C. 1395x) is amended—
9	(1) in subsection $(s)(2)$ —
10	(A) by striking "and" at the end of sub-
11	paragraph (GG);
12	(B) by striking the period at the end of
13	subparagraph (HH) and inserting "; and"; and
14	(C) by adding at the end the following new
15	subparagraph:
16	"(II) pharmacogenetic consultations pro-
17	vided by a qualified clinical pharmacist, genetic
18	counselor, or pathologist (as such terms are de-
19	fined in subsection (lll))."; and
20	(2) by adding at the end the following new sub-
21	section:
22	"(lll) DEFINITIONS.—In this section:
23	"(1) Pharmacogenetic consultation.—The
24	term 'pharmacogenetic consultation' means, with re-
25	spect to a genetic or genomic test furnished to an

1	individual, a consultation with respect to such test
2	requested by the physician treating such individual
3	to provide such physician with advice and rec-
4	ommendations regarding the dosage, safety, and effi-
5	cacy of particular drugs, biologicals, and other treat-
6	ments based on the individual's pharmacogenetic re-
7	sult.
8	"(2) GENETIC COUNSELOR.—The term 'genetic
9	counselor' means an individual who—
10	"(A) is licensed as a genetic counselor by
11	the State in which the individual furnishes ge-
12	netic counseling services; or
13	"(B) in the case of an individual practicing
14	in a State that does not license genetic coun-
15	selors, meets such other criteria as the Sec-
16	retary establishes.
17	"(3) Qualified clinical pharmacist.—The
18	term 'qualified clinical pharmacist' means an indi-
19	vidual—
20	"(A) with a doctoral degree in pharmacy;
21	"(B) who is licensed as a pharmacist in
22	the State in which such individual furnishes
23	consultations;

1	"(C) has appropriate pharmacy specialty
2	certifications or appropriate training, as deter-
3	mined by the Secretary; and
4	"(D) meets other qualifications as specified
5	by the Secretary.".
6	(b) PAYMENT FOR PHARMACOGENETIC CONSULTA-
7	TION.—Section $1832(a)(2)$ of the Social Security Act (42
8	U.S.C. 1395k(a)(2)) is amended—
9	(1) by striking "and" at the end of subpara-
10	graph (I);
11	(2) by striking the period at the end of sub-
12	paragraph (J) and inserting "; and"; and
13	(3) by adding at the end the following new sub-
14	paragraph:
15	"(K) pharmacogenetic consultations (as
16	defined in subsection (lll)).".
17	(c) EFFECTIVE DATE.—The amendments made by
18	subsections (a) and (b) shall apply to consultations fur-
19	nished during a cost reporting period beginning on or after
20	the date of the enactment of such subsections.

1 SEC. 409. PROHIBITING THE USE OF GEOGRAPHIC TRACK-2 ING FEATURES AND BIOMETRICS WITHIN 3 MEDICAID ELECTRONIC VISIT VERIFICATION 4 SYSTEMS. 5 (a) IN GENERAL.—Section 1903(1)(5)(A) of the Social Security Act (42 U.S.C. 1396b(l)(5)(A)) is amended 6 7 by inserting "(without the use of geographic tracking or biometrics)" after "electronically verified". 8 9 (b) EFFECTIVE DATE.—The amendment made by subsection (a) shall apply with respect to calendar quar-10 11 ters beginning on or after June 1, 2022. SEC. 410. GENERALLY ACCEPTED STANDARD FOR ELEC-12 13 **TRONIC PRESCRIBING.** 14 Section 1860D-4(e) of the Social Security Act (42) U.S.C. 1395w–104(e)) is amended by adding at the end 15 16 the following new paragraph: 17 "(8) GENERALLY ACCEPTED STANDARDS.— 18 "(A) DESIGNATION OF STANDARDS MAIN-19 TENANCE ORGANIZATION TO RECOGNIZE GEN-20 ERALLY ACCEPTED STANDARDS.—Not later 21 than 6 months after the date of the enactment 22 of this paragraph, the Secretary shall designate 23 through rulemaking a standards maintenance 24 organization with the authority to establish, 25 maintain, and modify generally accepted stand-26 ards for electronic prescribing and electronic •HR 6000 IH

1	prior authorization. The standards maintenance
2	organization named by the Secretary shall be a
3	standard setting body that—
4	"(i) is a not-for-profit;
5	"(ii) has established a multi-stake-
6	holder forum for development and approval
7	of electronic prescribing and electronic
8	prior authorization standards;
9	"(iii) is a standards development or-
10	ganization accredited by the American Na-
11	tional Standards Institute; and
12	"(iv) includes in its membership phar-
13	macies, prescribers, prescription drug
14	plans, health information technology devel-
15	opers, and representatives from the Cen-
16	ters for Medicare & Medicaid Services and
17	the Food and Drug Administration.
18	In providing the standards maintenance organi-
19	zation with the authority to establish, maintain,
20	and modify generally accepted standards, the
21	Secretary shall permit the standards mainte-
22	nance organization to recognize up to two
23	versions of a standard as being generally ac-
24	cepted to facilitate the testing of newer stand-

ards and to allow a smooth transition from one standard to another.

3 "(B) Adoption of generally accepted 4 STANDARDS.—Not later than six months after 5 making the designation under paragraph (8), 6 the Secretary shall require prescriptions and described 7 other information in paragraph 8 (2)(A) for covered Part D drugs prescribed for 9 Part D eligible individuals that are transmitted 10 electronically to be transmitted only in accord-11 ance with generally accepted standards, as des-12 ignated by the standards maintenance organiza-13 tion named by the Secretary under subpara-14 graph (A), under an electronic prescription 15 drug program that meets the requirements of 16 paragraph (2).".

### 17 SEC. 411. MEANINGFUL ACCESS TO FEDERAL HEALTH

18 PLAN CLAIMS DATA.

19 (a) FINDINGS.—Congress finds as follows:

(1) Clinician-led clinical data registries serve an
important role in promoting, facilitating, and conducting medical research and improving quality of
healthcare by providing timely and actionable feedback to practitioners on their performance in relation to other practitioners and best clinical practices.

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(2) Clinician-led clinical data registries are hin dered in their ability to promote medical research
 and quality improvement by their lack of meaningful
 access to claims data.

5 (3) While the Centers for Medicare & Medicaid
6 Services has established programs for providing ac7 cess to claims data, those programs fail to provide
8 clinician-led clinical data registries with meaningful
9 access to such data.

10 (4) Ensuring clinician-led clinical data reg-11 istries meaningful access to claims data will enable 12 such entities to better track patient outcomes over 13 time, expand their ability to assess the safety and ef-14 fectiveness of medical treatments, and provide them 15 with the information necessary to assess the cost-ef-16 fectiveness of therapies.

17 (b) Ensuring Meaningful Access to Claims18 Data.—

19 (1) ESTABLISHMENT OF A NEW PROGRAM. 20 The Secretary shall establish a new program (sepa-21 rate from any existing data access programs, includ-22 ing, without limitation, the Centers for Medicare & 23 Medicaid Services Qualified Entity (in this section, 24 U.S.C. referred to as "QE") Program (42)1395kk(e), 1395kk-2) (in this section, referred to as 25

1	the "Medicare Data Sharing for Performance Meas-
2	urement Program") and the Research Data Assist-
3	ance Center (in this section, referred to as the
4	"ResDAC") process) under which the Secretary
5	shall, at the request of a clinician-led clinical data
6	registry, provide timely, broad, and continuous ac-
7	cess to a database of claims data to such clinician-
8	led clinical data registry for purposes of research,
9	quality of care measurement and reporting to health
10	care providers, linking such data with clinical data
11	and performing risk-adjusted, scientifically valid
12	analyses and research to support quality improve-
13	ment or patient safety, and other purposes and uses
14	described herein or approved by the Secretary. Ac-
15	cess to a database of claims data pursuant to this
16	subsection shall not be more restrictive than access
17	to data provided under the QE Program or the
18	ResDAC process.
19	(2) Streamlined application process.—

20 (A) INITIAL AND RECERTIFICATION APPLI21 CATION.—Prior to gaining access to a database
22 of claims data under the program established in
23 subsection (a), a clinician-led clinical data reg24 istry shall submit to the Secretary an applica25 tion demonstrating that it is qualified (as deter-

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1	mined by the Secretary) to use claims data.
2	Upon the Secretary's approval of a clinician-led
3	clinical data registry's application described in
4	this subparagraph, the Secretary shall provide
5	access to a database of claims data to such cli-
6	nician-led clinical data registry for a period of
7	at least 5 years. After the expiration of the time
8	period described in this subparagraph, the clini-
9	cian-led clinical data registry shall reapply to
10	access the database of claims data under the
11	program established in subsection (a).
12	(B) PROCESS.—The Secretary shall estab-
13	lish a streamlined initial application and recer-
14	tification application process under which the
15	Secretary shall approve or deny the clinician-led
16	clinical data registry's application described in
17	subparagraph $(2)(A)$ within 60 calendar days

clinical data registry's application described in
subparagraph (2)(A) within 60 calendar days
after receiving the application unless the Secretary demonstrates a compelling reason for
needing additional time to complete the process.
If the clinician-led clinical data registry's application described in subparagraph (2)(A) is denied, the Secretary shall provide the reason(s)
for denial.

25 (3) Appeal rights.—

1	(A) Opportunity to appeal.—The Sec-
2	retary shall develop and maintain a process by
3	which a clinician-led clinical data registry may
4	appeal—
5	(i) the Secretary's decision to deny an
6	application described in paragraph (2); and
7	(ii) the Secretary's failure to approve
8	or deny the clinician-led clinical data reg-
9	istry's application described in paragraph
10	(2) within a reasonable time frame estab-
11	lished by the Secretary.
12	(B) DEADLINE FOR DECISION.—The Sec-
13	retary shall render a decision with respect to an
14	appeal filed by a clinician-led clinical data reg-
15	istry pursuant to subparagraph (A) in a timely
16	manner, not to exceed 60 calendar days after
17	the Secretary receives the clinician-led clinical
18	data registry's request for an appeal. Notice of
19	such decision shall be provided to the clinician-
20	led clinical data registry filing the appeal before
21	the conclusion of such 60-day period.
22	(4) BROAD AND TIMELY ACCESS TO DATA
23	The Secretary shall structure its database of claims
24	data to allow for various data set queries, including,
25	but not limited to, provider-specific claims data, clin-

1 ical specialty-specific claims data, state-specific 2 claims data, and nationwide claims data. The Sec-3 retary shall promptly make available to a clinician-4 led clinical data registry access to claims data re-5 quested by such clinician-led clinical data registry 6 within a reasonable timeframe, not to exceed 30 cal-7 endar days, after the Secretary approves the request 8 from the clinician-led clinical data registry.

9 (c) PERMISSIBLE USES OF CLAIMS DATA.—Clini10 cian-led clinical data registries may—

(1) make available to the public reports evaluating the performance of providers of services and
suppliers using the claims data provided to such clinician-led clinical data registry under subsection (a)
in combination with registry data;

16 (2) use claims data received under subsection
17 (a) combined with registry data to conduct addi18 tional nonpublic analyses and provide or charge an
19 access fee for such analyses to authorized users for
20 nonpublic use;

(3) provide or charge an access fee for data sets
that link claims data received under subsection (a)
with registry data to authorized users for nonpublic
use; and

(4) provide or charge an access fee for claims
 data received under subsection (a) to authorized
 users for nonpublic use.

4 (d) FEES.—

(1) CLAIMS DATA PROVIDED TO CLINICIAN-LED 5 6 CLINICAL DATA REGISTRIES.—Claims data shall be 7 provided to a clinician-led clinical data registry under subsection (a) at a reasonable fee based on 8 9 the cost of providing such data to the clinician-led 10 clinical data registry. Such fee shall be based at 11 least in part on the number of patients included in 12 the claims data provided to such clinician-led clinical 13 data registry. Any fee collected pursuant to the pre-14 ceding sentences shall be deposited in the Centers 15 for Medicare & Medicaid Services Program Manage-16 ment Account.

17 (2) ANALYSES AND DATA PROVIDED TO AU18 THORIZED USERS.—A clinician-led clinical data reg19 istry may charge a reasonable, cost-based fee for
20 providing to authorized users claims data, data sets
21 linking claims data with registry data, or analyses
22 described in subsection (b).

23 (e) PROTECTION OF INFORMATION.—

24 (1) PRIVACY, SECURITY, AND DISCLOSURE
25 LAWS.—The Secretary shall provide access to a

1	database of claims data pursuant to subsection (a)
2	in accordance with applicable information, privacy,
3	security, and disclosure laws, including, without limi-
4	tation, the Health Insurance Portability and Ac-
5	countability Act of 1996 (Public Law 104–191) as
6	amended by the privacy and security provisions set
7	forth in section 13400 of the Health Information
8	Technology for Economic and Clinical Health Act
9	(Public Law 111–5), the regulations promulgated
10	thereunder codified at parts 160 and 164 of title 45,
11	Code of Federal Regulations, and subparagraphs (A)
12	through (B) of section $105(a)(3)$ of the Medicare
13	Access and CHIP Reauthorization Act of $2015$ (42)
14	U.S.C. 1395kk–2(a)(3)).
15	(a) <b>D</b> ECHEDITION ON HOUSE ANALYCER OF EACH

(2) PROHIBITION ON USING ANALYSES OR DATA
FOR MARKETING PURPOSES.—An authorized user
shall not use analyses or data provided or sold under
paragraphs (2) through (4) of subsection (b) for
marketing purposes.

20 (3) NO REDISCLOSURE OF ANALYSES OR
21 DATA.—An authorized user in receipt of an analysis
22 or datum provided or sold under paragraphs (2)
23 through (4) of subsection (b) shall comply with sec24 tion 105(a)(5) of Medicare Access and CHIP Reau25 thorization Act of 2015 (42 U.S.C. 1395kk–2(a)(5)).

1 (4) Opportunity for providers of serv-2 ICES AND SUPPLIERS TO REVIEW.—Prior to a clini-3 cian-led clinical data registry using, providing, or 4 charging an access fee for claims data, data sets 5 linking claims data with registry data, or analyses 6 described in subsection (b), to the extent that such 7 data, data sets, or analyses would individually iden-8 tify a provider of services or supplier who is not 9 being provided or sold such data, data sets, or anal-10 yses, such clinician-led clinical data registry shall 11 confidentially make available such data, data sets, or 12 analyses to such provider of services or supplier and 13 provide such provider of services or supplier with the 14 opportunity to appeal and correct errors.

15 (f) DATA USE AGREEMENT.—A clinician-led clinical data registry and an authorized user shall enter into a 16 17 data use agreement regarding the use or disclosure of any 18 claims data or data sets that link claims data with registry 19 data that the clinician-led clinical data registry is providing or charging an access fee to the authorized user 20 21 under paragraphs (3) through (4) of subsection (b). Such 22 agreement shall include the requirements and prohibitions 23 described in section 105(a)(4) of the Medicare Access and 24 CHIP Reauthorization Act of 2015 (42 U.S.C. 1395kk– 2(a)(4)).25

#### 1 (g) Assessment for a Breach.—

2 (1) IN GENERAL.—In the case of a breach of a
3 data use agreement described in subsection (e), the
4 Secretary shall impose an assessment on the clini5 cian-led clinical data registry and the authorized
6 user.

7 (2) ASSESSMENT.—The assessment under para8 graph (1) shall be in an amount up to \$100 for each
9 individual entitled to, or enrolled for, benefits under
10 part A of title XVIII of the Social Security Act or
11 enrolled for benefits under part B of such title for
12 whom the clinician-led clinical data registry provided
13 data on to the authorized user.

14 (3) DEPOSIT OF AMOUNTS COLLECTED.—Any
15 amounts collected pursuant to this subsection shall
16 be deposited in the Federal Supplementary Medical
17 Insurance Trust Fund under section 1841 of the So18 cial Security Act (42 U.S.C. 1395t).

(h) DISCOVERY OR ADMISSION AS EVIDENCE.—
Claims data released to a clinician-led clinical data registry under subsection (a) shall not be subject to discovery
or admission as evidence in judicial or administrative proceedings without consent of the applicable provider of
services or supplier.

(i) REPORT TO CONGRESS.—Not later than 2 years
 after the date of the enactment of this Act, and annually
 thereafter, the Secretary shall submit to Congress a report
 on the extent to which clinician-led clinical data registries
 are afforded meaningful access to claims data.

6 (j) DEFINITIONS.—In this subtitle:

7 (1) AUTHORIZED USER.—The term "authorized user" has the meaning given such term in section 8 9 105(a)(9)(A) of the Medicare Access and CHIP Re-10 authorization Act of 2015 (42 U.S.C. 1395kk-11 2(a)(9)(A), as well as a government agency or other 12 governmental entity, researchers, entities that seek 13 data for purposes of complying with regulations or 14 other requirements of the Federal Food and Drug 15 Administration, and other entities approved by the 16 Secretary.

17 (2) CLAIMS DATA.—The term "claims data"
18 has the meaning given to the term "data" in section
19 105(b)(1)(B) of the Medicare Access and CHIP Re20 authorization Act of 2015 (42 U.S.C. 1395kk21 2(b)(1)(B)).

(3) CLINICIAN-LED CLINICAL DATA REGISTRY.—The term "clinician-led clinical data registry" has the meaning given such term in section
4005(b) of the 21st Century Cures Act.

1	(4) NONPUBLIC USE.—The term "nonpublic
2	use" means a use for the purpose of—
3	(A) promoting, facilitating, and conducting
4	medical research, assisting providers of services
5	and suppliers to improve patient safety, and to
6	develop and participate in quality and patient
7	care improvement activities, including devel-
8	oping new models of care;
9	(B) assisting clinician-led clinical data reg-
10	istries in developing and reporting quality meas-
11	ures to health care providers quality measures;
12	(C) educating a government agency or
13	other governmental entity; and
14	(D) supporting clinical trials and other ac-
15	tivities necessary to comply with pre- or post-
16	market approval or adverse event reporting re-
17	quirements or conditions imposed by the Food
18	and Drug Administration, and other purpose
19	approved by the Secretary.
20	(5) Provider of services.—The term "pro-
21	vider of services" has the meaning given such term
22	in section $1861(u)$ of the Social Security Act (42)

23 U.S.C. 1395x(u)).

(6) SUPPLIER.—The term "supplier" has the
 meaning given such term in section 1861(d) of the
 Social Security Act (42 U.S.C. 1395x(d)).

4 (k) REGULATIONS.—Not later than 1 year after the
5 date of the enactment of this Act, the Secretary of Health
6 and Human Services shall promulgate final regulations to
7 implement the provisions of the preceding sections of this
8 subtitle.

#### 9 TITLE V—RESEARCH

## 10sec. 501. Advanced research projects agency for11Health.

(a) ESTABLISHMENT.—The Secretary of Health and
Human Services, acting through the Director of the National Institutes of Health, shall establish the Advanced
Research Projects Agency for Health (to be referred to
in this Act as "ARPA–H") to transform and improve important areas of medicine and health for the well-being
of all individuals in the United States.

- 19 (b) GOALS.—
- 20 (1) IN GENERAL.—The goals of ARPA–H shall
  21 be to deliver breakthrough capabilities through tech22 nologies, systems, and platforms that—

23 (A) accelerate the discovery and applica24 tion of transformational innovations in health
25 and medical product development; and

1	(B) reduce the human and economic cost
2	of disease.
3	(2) MEANS.—ARPA–H may achieve the estab-
4	lished goals under paragraph (1), including by any
5	of the following means:
6	(A) Promoting high-risk, high-reward inno-
7	vation.
8	(B) Identifying and promoting revolu-
9	tionary advances in biomedical and health re-
10	search that enable new paradigms in health.
11	(C) Accelerating transformational health
12	advances in areas that the relevant industries
13	by themselves are not likely to undertake be-
14	cause of technical, financial, or other uncer-
15	tainty.
16	(D) Prioritizing project investments based
17	on scientific opportunity and uniqueness of fit
18	to ARPA–H strategies and operating practice,
19	together with the prospective impact on disease
20	burden (regardless of disease prevalence), both
21	human and fiscal, including the health care fis-
22	cal liability of the Federal government.
23	(E) Partnering with, and providing fund-
24	ing to, a broad range of institutions, including
25	universities, national laboratories, public sector

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1	organizations, private companies, nonprofit or-
2	ganizations, and foreign institutions.
3	(c) DIRECTOR.—
4	(1) IN GENERAL.— ARPA–H shall be headed
5	by a Director, who shall be appointed by and serve
6	at the pleasure of the President (referred to in this
7	section as the "Director of ARPA–H").
8	(2) Selection.—The Director of ARPA-H
9	shall—
10	(A) be an individual who, by reason of pro-
11	fessional background and experience, is quali-
12	fied to advise the Secretary on, and manage re-
13	search programs addressing, matters pertaining
14	to long-term and high-risk barriers to the devel-
15	opment of health innovation;
16	(B) have authority to execute contracts de-
17	veloped by in-house program managers who se-
18	lect external performers, and maintain, enhance
19	or terminate projects based on performance
20	against explicit milestones; and
21	(C) have a time-limited appointment of 5
22	years with the opportunity, at the discretion of
23	the President, of one extension.
24	(3) DUTIES.—The duties of the Director of
25	ARPA–H shall be to—

1	(A) set national research priorities to ad-
2	vance the mission of the agency as informed by
3	a multi-sectoral board of advisors;
4	(B) approve all new programs within
5	ARPA–H;
6	(C) have final funding authority to initiate
7	and terminate program funding;
8	(D) establish criteria for funding and as-
9	sessing the success of programs through the es-
10	tablishment of technical milestones;
11	(E) appoint the personnel necessary, con-
12	sistent with subsection (d), to successfully exe-
13	cute the goals of ARPA–H; and
14	(F) designate employees to serve as pro-
15	gram managers to carry out the duties de-
16	scribed in subsection (e) for each of the pro-
17	grams established pursuant to the responsibil-
18	ities established for ARPA–H.
19	(4) AUTHORITY.—The Director of ARPA–H is
20	authorized to—
21	(A) acquire (by purchase, lease, condemna-
22	tion, or otherwise), construct, improve, repair,
23	operate, and maintain such real and personal
24	property as are necessary to carry out this sec-
25	tion; and

- 1 (B) lease an interest in property for not 2 more than 20 years, notwithstanding section 3 1341(a)(1) of title 31, United States Code. 4 (d) PERSONNEL MANAGEMENT AUTHORITY.— 5 (1) Special personnel management au-6 THORITY.—The Director of ARPA–H may— 7 (A) make appointments to positions of ad-8 ministration or management of ARPA–H with-9 out regard to any provision in title 5, United 10 States Code, governing appointments under the 11 civil service laws and fix the compensation of 12 such positions at a rate not to exceed the 13 amount of annual compensation (excluding ex-14 penses) specified in section 102 of title 3, 15 United States Code, notwithstanding section 16 202 of Department of Health and Human Serv-17 ices Appropriations Act, 1993 (Public Law 18 102 - 394);19 (B) hire personnel under section 207(f) of 20 Public Health Service Act (42 U.S.C. the 21 209(f)) and establish governing criteria to re-22 cruit, appoint, and compensate personnel under
- cruit, appoint, and compensate personnel under
  this section notwithstanding section 202 of Department of Health and Human Services Appropriations Act, 1993 (Public Law 102–394)

or any provision of title 5, United States Code, governing the rates of pay or classification of employees in the Executive branch;

4 (C) make additional appointments of scientific, medical, and professional personnel 5 6 under this section without regard to any provi-7 sion in title 5, United States Code, governing 8 appointments under the civil service laws and 9 fix the compensation of such personnel at a rate 10 to be determined by the Director, up to the 11 amount of annual compensation (excluding ex-12 penses) specified in section 102 of title 3, 13 United States Code, notwithstanding section 14 202 of Department of Health and Human Serv-15 ices Appropriations Act, 1993 (Public Law 16 102–394) or any provision of title 5, United 17 States Code, governing the rates of pay or clas-18 sification of employees in the Executive branch; 19 and

20 (D) recruit and retain a diverse workforce,
21 including individuals underrepresented in
22 science and medicine and racial and ethnic mi23 norities.

24 (2) ADDITIONAL STAFF.—The Director of
25 ARPA–H may use all authorities in existence on the

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1	date of enactment of this Act that are provided to
2	the Secretary to hire administrative, financial, infor-
3	mation technology staff, and any other staff the Di-
4	rector of ARPA-H determines are necessary to
5	carry out this section.
6	(3) Limitation on term.—
7	(A) IN GENERAL.—Except as provided in
8	subparagraph (B), the service of an employee
9	under an appointment under paragraph $(1)(A)$
10	in the position of a program manager may not
11	exceed 3 years.
12	(B) EXTENSION.—The Director of ARPA–
13	H may, in the case of a particular employee, ex-
14	tend the period to which service is limited under
15	subparagraph (A) by up to 3 years if the Direc-
16	tor determines that such action is necessary to
17	promote the efficiency of ARPA–H.
18	(4) Limitation on additional payments.—
19	The total amount of the additional payments paid to
20	an employee under paragraph $(1)(C)$ for any 12-
21	month period may not exceed the least of the fol-
22	lowing amounts:
23	(A) \$25,000.
24	(B) The amount equal to 25 percent of the
25	employee's annual rate of basic pay.

1	(C) The amount of the limitation that is
2	applicable for a calendar year under section
3	5307(a)(1) of title 5, United States Code.
4	(e) Program Managers.—An employee designated
5	as a program manager pursuant to subsection $(c)(3)(F)$
6	shall—
7	(1) define the research and development goals
8	and milestones of the program involved, in line with
9	guidance from the Director;
10	(2) track progress and course-correct projects
11	when needed;
12	(3) recommend, as necessary, the restructuring
13	or termination of projects supported by ARPA–H;
14	and
15	(4) select, on the basis of merit and need, each
16	of the projects to be supported under the program
17	involved after considering—
18	(A) the novelty and scientific and technical
19	merit of the proposed projects;
20	(B) the demonstrated capabilities of the
21	applicants to successfully carry out the pro-
22	posed project;
23	(C) the consideration by the applicant of
24	future commercial applications of the project;
25	or

1 (D) the unmet need within patient popu-2 lations.

3 (f) Reports.—

(1) STRATEGIC VISION.—Not later than 180 4 5 days after the date of the enactment of this Act, the 6 Director of ARPA–H shall provide to the Committee 7 on Energy and Commerce and the Committee on 8 Appropriations of the House of Representatives and 9 the Committee on Health, Education, Labor, and 10 Pensions and the Committee on Appropriations of 11 the Senate a report describing the strategic vision 12 that ARPA–H will use to guide the choices of 13 ARPA–H for future health investments over the fol-14 lowing 3 fiscal years beginning on or after the date 15 of the enactment of this Act.

16 (2) ANNUAL BUDGET REQUEST.—As part of
17 the annual budget request submitted for each fiscal
18 year, the Director of ARPA–H shall provide to the
19 congressional committees specified in paragraph (1)
20 a report describing—

21 (A) projects supported by ARPA-H during
22 the previous fiscal year, including—
23 (i) the transition of projects' outcomes
24 to clinical practice;

(ii) the impact on clinical outcome;
and
(iii) the creation of biomedical capa-
bilities; and
(B) successes and barriers to scientific
interchanges;
(C) rapid knowledge transfer;
(D) resource optimization; and
(E) heightened investment impact among
collaborators.
(3) Report on cooperative agreements
and other transaction.—Not later than 90 days
after the end of each fiscal year, the Director of
ARPA–H shall submit to the congressional commit-
tees specified in paragraph $(1)$ a report on all coop-
erative agreements and other transactions (other
than contracts and grants) entered into under this
subsection during such fiscal year. The report shall
contain, with respect to such cooperative agreement
and transaction, the following:
(A) A general description of the coopera-
(A) A general description of the coopera- tive agreement or other transaction (as the case

agreement or transaction.

1	(B) The potential clinical and, if any, com-
2	mercial utility of such innovations.
3	(C) The reasons for not using a contract
4	or grant to provide support for such advanced
5	research.
6	(D) The amount of the payments, if any,
7	referred to in subsection $(i)(2)$ that were re-
8	ceived by the Federal Government in connection
9	with such cooperative agreement or other trans-
10	action during the fiscal year covered by the re-
11	port.
12	(E) The amount of the payments reported
13	under subparagraph (D), if any, that were cred-
14	ited to the account established under subsection
15	(i)(7).
16	(g) COORDINATION AND NONDUPLICATION.—
17	(1) IN GENERAL.—The Director of ARPA–H
18	shall ensure effective, early, and frequent coordina-
19	tion between ARPA–H and the heads of the re-
20	search, public health, and regulatory agencies of the
21	Department of Health and Human Services, includ-
22	ing—
23	(A) the Director of the National Institutes
24	of Health;
25	(B) the Commissioner of Food and Drugs;

1	(C) the Administrator of the Centers for
2	Medicare & Medicaid Services;
3	(D) the Director of the Centers for Disease
4	Control and Prevention; and
5	(E) the Assistant Secretary for Prepared-
6	ness and Response.
7	(F) The Director of the National Science
8	Foundation.
9	(G) The Director of the Office of Science
10	of the Department of Energy.
11	(2) COORDINATION.—The Director shall also
12	coordinate among the full set of advanced research
13	project agencies including—
14	(A) the Defense Advanced Research
15	Project Agency;
16	(B) the Advanced Research Project Agen-
17	cy-Energy; and
18	(C) others as they may be established.
19	(h) ADVICE.—
20	(1) IN GENERAL.—The Director of ARPA–H
21	may seek advice on any aspect of ARPA–H from—
22	(A) any advisory committee that, as of the
23	date of the enactment of this Act, is providing
24	advice to the Secretary of Health and Human
25	Services (or any head of a research, public

1	health, or regulatory agency of the Department
2	of Health and Human Services); and
3	(B) an advisory committee established on
4	or after such date of the enactment to support
5	the programs of ARPA–H and to provide advice
6	and assistance on—
7	(i) specific program tasks; or
8	(ii) overall direction of ARPA–H.
9	(2) Additional sources.—In addition to the
10	advisory committees specified in paragraph $(1)$ , the
11	Director of ARPA–H may seek advice and review
12	from—
13	(A) the President's Committee of Advisors
14	on Science and Technology;
15	(B) any professional or scientific organiza-
16	tion with expertise in specific processes or tech-
17	nologies under development by ARPA–H; and
18	(C) representatives of patient communities.
19	(i) Cooperative Agreements and Other Trans-
20	ACTIONS.—
21	(1) IN GENERAL.—The Director of ARPA–H,
22	in carrying out advanced research projects through
23	ARPA–H, may enter into grants, contracts, coopera-
24	tive agreements, cash prizes, and other transactions
25	(as defined in section 319L(a) of the Public Health

1	Service Act (42 U.S.C. 247d–7e(a))) with any per-
2	son, any agency or instrumentality of the United
3	States, any unit of State or local government, and
4	any other entity institutions, including universities,
5	national laboratories, public sector organizations,
6	private companies, nonprofit organizations, and for-
7	eign institutions.
8	(2) TERMS.—
9	(A) REQUIRED PROVISIONS.—The Director
10	of ARPA–H shall ensure that, in entering into
11	cooperative agreements and other transactions
12	under paragraph (1)—
13	(i) to the extent the Director of
14	ARPA–H determines practicable, the Fed-
15	eral funds provided under the cooperative
16	agreement or other transaction do not ex-
17	ceed the total amount provided by other
18	parties to the cooperative agreement or
19	other transaction; and
20	(ii) the authority under paragraph (1)
21	is used only when the use of standard con-
22	tracts or grants is not feasible or appro-
23	priate.
24	(B) Optional provision.—Cooperative
25	agreements and other transactions entered into

by the Director of ARPA–H under paragraph (1) may include a clause that requires a person or other entity to make payments to ARPA–H (or any other department or agency of the Federal Government) as a condition for receiving support under the agreement or other transaction.

8 (3) DUPLICATIVE RESEARCH.—The Director of 9 ARPA–H shall ensure that to the maximum extent 10 practicable, a cooperative agreement or other trans-11 action under this section does not provide for re-12 search that duplicates research being conducted 13 under existing programs carried out by the Depart-14 ment of Health and Human Services, the Depart-15 ment of Defense, or other Federal Government entities. 16

17 (4) AMOUNT OF PAYMENTS.—The amount of 18 any payment received by the Federal Government 19 pursuant to a requirement imposed under paragraph 20 (1) may be credited, to the extent authorized by the 21 Director of ARPA-H, to the account established 22 under paragraph (7). Amounts so credited shall be 23 merged with other funds in the account and shall be 24 available for the same purposes and the same period 25 for which other funds in such account are available.

1	(5) Multi-year contracts.—
2	(A) IN GENERAL.—The Director of
3	ARPA–H may enter into a multi-year contract
4	if—
5	(i) funds are available and obligated
6	for the contract for the full period of the
7	contract, or for the first fiscal year in
8	which the contract is in effect, and for the
9	estimated costs associated with a necessary
10	termination of the contract;
11	(ii) the Director determines that a
12	multiyear contract will serve the best inter-
13	ests of the Federal Government in carrying
14	out this section; and
15	(iii) the contract includes a provision
16	that the contract shall be terminated if
17	funds are not made available for the con-
18	tinuation of the contract in a fiscal year
19	covered by the contract.
20	(B) TERMINATION COSTS.—A provision re-
21	ferred to in subparagraph (A)(iii) shall provide
22	that funds available for paying termination
23	costs shall remain available for that purpose
24	until the costs associated with termination of
25	the contract are paid.

(6) APPLICATION OF OTHER PROVISIONS.—The
 authority provided under paragraph (1) may be ex ercised without regard to section 3324 of title 31,
 United States Code.

5 (7) ACCOUNT.—There is hereby established on 6 the books of the Treasury an account for support of 7 advanced research projects provided for in coopera-8 tive agreements and other transactions entered into 9 under paragraph (1). Funds in such account shall be 10 available for the payment of such support.

(8) PRIZE COMPETITIONS.—The Director of
ARPA-H may carry out prize competitions in accordance with section 24 of the Stevenson-Wydler
Technology Innovation Act of 1980 (15 U.S.C.
3719)) in support of the goals specified in subsection (b).

17 (9) NONAPPLICABILITY OF CERTAIN PROVI18 SIONS.—Research funded pursuant to this section
19 shall not be subject to—

20 (A) advisory council approval under section
21 405(b)(2) of the Public Health Service Act (42
22 U.S.C. 284(b)(2));

23 (B) advisory council review under section
24 406(a)(3)(A)(ii) of such Act (42 U.S.C.
25 284a(a)(3)(A)(ii)); or

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1	(C) the peer review requirements under
2	section 492 of such Act (42 U.S.C. 284(b)(2),
3	289a).
4	(j) Confidentiality.—
5	(1) IN GENERAL.—The information specified in
6	paragraph (2) shall be exempt from disclosure under
7	section 552 of title 5, United States Code (com-
8	monly referred to as the Freedom of Information
9	Act).
10	(2) INFORMATION.—The information specified
11	in this paragraph is information collected by ARPA–
12	H from recipients of financial assistance awards, in-
13	cluding the following:
14	(A) Plans for commercialization of tech-
15	nologies developed under the award, including
16	business plans, technology-to-market plans,
17	market studies, and cost and performance mod-
18	els.
19	(B) Investments provided to an awardee
20	from third parties (such as venture capital
21	firms, hedge funds, and private equity firms),
22	including the amounts and the percentage of
23	ownership of the awardee provided in return for
24	the investments.

1	(k) Expediting Breakthroughs Through Co-
2	OPERATION WITH FOOD AND DRUG ADMINISTRATION.—
3	(1) IN GENERAL.—The Secretary of Health and
4	Human Services, acting through the Commissioner
5	of Food and Drugs and in consultation with the Di-
6	rector of ARPA-H, may take actions to facilitate
7	transformation of biomedical breakthroughs into
8	tangible solutions for patients and to expedite devel-
9	opment of medical products, including through any
10	of the following means:
11	(A) Helping to ensure that medical prod-
12	uct development programs, in as efficient a
13	manner as possible, gather the nonclinical and
14	clinical data necessary to advancing the devel-
15	opment of such products and to obtaining their
16	approval, licensure, or clearance, as applicable,
17	by the Food and Drug Administration under
18	sections 505, 510(k), and 515 of such Act (21
19	U.S.C. 355, 360(k), 360) and section 351 of
20	the Public Health Service Act (42 U.S.C. 262).
21	(B) Expediting review of investigational
22	new drug applications under section 505(i) of
23	the Federal Food, Drug, and Cosmetic Act (21
24	U.S.C. 355(i)), review of investigational device
25	exemptions under section $520(g)$ of such Act

1	(21 U.S.C. 360j(g)), and review of applications
2	for approval, licensure, and clearance of medical
3	products under sections $505$ , $510(k)$ , and $515$
4	of such Act (21 U.S.C. 355, 360(k), 360) and
5	section 351 of the Public Health Service Act
6	(42 U.S.C. 262).
7	(C) Meeting at appropriate intervals with
8	the Director of ARPA–H and any other appro-
9	priate medical product development partners,
10	such as the Director of the Biomedical Ad-
11	vanced Research and Development Authority to
12	discuss the development status of medical prod-
13	ucts and projects that are the highest priorities
14	to ARPA–H, unless the Director of ARPA–H
15	and the Commissioner of Food and Drugs de-
16	termine that any such meetings are not nec-
17	essary.
18	(2) Relation to otherwise authorized ac-
19	TIVITIES OF THE FDA.—The authority specified in
20	paragraph (1) shall not be construed as limiting the
21	authority of the Secretary of Health and Human
22	Services, acting through the Commissioner of Food
23	and Drugs with respect to the review and approval,
24	clearance, authorization for emergency use, or licen-

25 sure of a medical product under the Federal Food,

Drug and Cosmetic Act (21 U.S.C. 321 et seq.) or
 section 351 of the Public Health Service Act (42
 U.S.C. 262).

4 (3)REIMBURSEMENT.—Utilizing interagency 5 agreements or other appropriate resource allocation 6 mechanisms available, the Director of ARPA-H, 7 using funds made available to ARPA-H, shall reim-8 burse the Food and Drug Administration for ex-9 penditures made by the Food and Drug Administra-10 tion for activities carried out under this section that 11 have been identified by the Commissioner of Food 12 and Drugs and the Director of ARPA–H as being 13 carried out by the Food and Drug Administration. 14 (4) MEDICAL PRODUCT DEFINED.—In this sec-15 tion, the term "medical product" means a drug (as 16 defined in section 201 of the Federal Food, Drug, 17 and Cosmetic Act (21 U.S.C. 321)), a device (as de-18 fined in such section 201), or a biological product 19 (as defined in section 351 of the Public Health Serv-20 ice Act (42 U.S.C. 262)).

21 (1) AUTHORIZATION OF APPROPRIATIONS AND BY-22 PASS BUDGET AUTHORITY.—

23 (1) AUTHORIZATION OF APPROPRIATIONS.—
24 There is authorized to be appropriated to carry out

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1	this section $$6,500,000,000$ for fiscal year 2022, to
2	remain available until expended.
3	(2) Bypass budget authority.—The budget
4	of ARPA–H shall be a separate line item in the an-
5	nual budget request submitted by the President to
6	the Congress. ARPA–H shall have the authority to
7	submit its annual budget request directly to Con-
8	gress concurrently with its submission to the Office
9	of Management and Budget.
10	SEC. 502. RESEARCH INVESTMENT TO SPARK THE ECON-
11	OMY.
12	(a) AUTHORITY.—
13	(1) IN GENERAL.—Each officer specified in
14	paragraph (2) may exercise the authorities described
15	in paragraph (3).
16	(2) Officers.—The officers specified in this
17	paragraph are as follows:
18	(A) The Secretary of Commerce, acting
19	through the Administrator of the National Oce-
20	anic and Atmospheric Administration and the
21	Director of the National Institute of Standards
22	and Technology.
23	(B) The Secretary of Agriculture.
24	(C) The Secretary of Defense.
25	(D) The Secretary of Education.

1	(E) The Secretary of Energy, acting for
2	the Department of Energy (with respect to En-
3	ergy Efficiency and Renewable Energy, Nuclear
4	Energy, and Fossil Research and Development)
5	and through the Office of Science, the Ad-
6	vanced Research Projects Agency–Energy
7	(ARPA–E), and the Office of Electricity.
8	(F) The Secretary of the Interior, acting
9	through the Director of the United States Geo-
10	logical Survey.
11	(G) The Secretary of Health and Human
12	Services, acting through the Director of the Na-
13	tional Institutes of Health.
14	(H) The Secretary of Transportation.
15	(I) The Administrator of the National Aer-
16	onautics and Space Administration.
17	(J) The Administrator of the Environ-
18	mental Protection Agency.
19	(K) The Director of the National Science
20	Foundation.
21	(3) AUTHORITIES.—The officers specified in
22	paragraph (2) may—
23	(A) provide supplemental funding to ex-
24	tend the duration of an award disrupted be-
25	cause of the COVID-19 public health emer-

1	gency to a research institution, Research Lab-
2	oratory, or individual that was awarded before
3	the date of the enactment of this Act, or to ex-
4	pand the purposes of such an award, in order
5	to—
6	(i) enable a postsecondary student or
7	post-doctoral researcher to complete work;
8	(ii) enable research scientists, tech-
9	nical staff, research associates, and prin-
10	cipal investigators to complete work;
11	(iii) extend the training of a postsec-
12	ondary student, or the employment of a
13	post-doctoral researcher, on an ongoing re-
14	search project for up to 2 years because of
15	the disruption of the job market;
16	(iv) create research opportunities for
17	up to 2 years for graduate students and
18	post-doctoral researchers;
19	(v) replace, refurbish, or otherwise
20	make usable laboratory animals, reagents,
21	equipment, or other items required for re-
22	search;
23	(vi) facilitate other research (including
24	field work), training, and ongoing con-
25	struction activities, including at institu-

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1	tions that are disproportionately affected
2	by the COVID–19 public health emergency
3	(such as minority-serving institutions and
4	2-year institutions of higher education);
5	(vii) enable experimental field cam-
6	paigns and maintenance of field infrastruc-
7	ture, including through replacement of dis-
8	rupted experimental data to enable comple-
9	tion of impacted research; and
10	(viii) support training in online course
11	delivery and virtual research experiences
12	that will improve quality and access needed
13	to continue undergraduate, graduate, and
14	post-doctoral training;
15	(B) issue awards to research institutions,
16	Research Laboratories, or other individuals to
17	conduct research on the effects of the COVID–
18	19 and future potential pandemics, on the ef-
19	fects and effectiveness of responses to such dis-
20	eases, and on improving the prediction of the
21	possible courses of such pandemics; and
22	(C) provide flexibility on an award for
23	funds made available to an agency, by any prior
24	or subsequent Act, by modifying the terms and
25	conditions of the award with a research institu-

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1	tion, Research Laboratory, or individual due to
2	facility closures or other limitations during the
3	COVID–19 public health emergency.
4	(4) Modifications.—The modifications au-
5	thorized by paragraph (3)(C) include—
6	(A) the provision of supplemental funding
7	to extend the duration of the award concerned;
8	or
9	(B) flexibility on the allowable expenses
10	under such award.
11	(b) PROCEDURES.—The officers specified in sub-
12	section $(a)(2)$ shall each establish procedures to carry out
13	subsection (a).
14	(c) EXPEDITED AWARDS.—Awards under subsection
15	(a) shall be issued as expeditiously as possible.
16	(d) Authorizations of Appropriations.—
17	(1) DEPARTMENT OF COMMERCE.—There is au-
18	thorized to be appropriated for fiscal year 2021 for
19	the Department of Commerce, \$450,000,000 to
20	carry out subsection (a), of which—
21	(A) $$300,000,000$ shall be for use by the
22	National Oceanic and Atmospheric Administra-
23	tion; and

1	(B) $$150,000,000$ shall be for use by the
2	National Institute of Standards and Tech-
3	nology.
4	(2) Department of agriculture.—There is
5	authorized to be appropriated for fiscal year $2021$
6	for the Department of Agriculture, \$380,000,000 to
7	carry out subsection (a).
8	(3) Department of defense.—There is au-
9	thorized to be appropriated for fiscal year 2021 for
10	the Department of Defense, \$3,000,000,000 to carry
11	out subsection (a).
12	(4) DEPARTMENT OF EDUCATION.—There is
13	authorized to be appropriated for fiscal year $2021$
14	for the Department of Education, \$200,000,000 to
15	carry out subsection (a), which shall be for use by
16	the Institute for Education Sciences.
17	(5) Department of energy.—There is au-
18	thorized to be appropriated for fiscal year 2021 for
19	the Department of Energy, \$5,000,000,000 to carry
20	out subsection (a), of which—
21	(A) not less than \$3,000,000,000 shall be
22	for use by the Office of Science;
23	(B) not less than $900,000,000$ shall be
24	for Energy Efficiency and Renewable Energy;

1	(C) not less than $$450,000,000$ shall be
2	for Nuclear Energy;
3	(D) not less than \$300,000,000 shall be
4	for Fossil Research and Development;
5	(E) not less than $$150,000,000$ shall be
6	for use by the Advanced Research Projects
7	Agency–Energy; and
8	(F) not less than $$100,000,000$ shall be
9	for use by the Office of Electricity.
10	(6) Department of the interior.—There is
11	authorized to be appropriated for fiscal year 2021
12	for the Department of the Interior, \$300,000,000 to
13	carry out subsection (a), which shall be for use by
14	the United States Geological Survey.
15	(7) DEPARTMENT OF HEALTH AND HUMAN
16	SERVICES.—There is authorized to be appropriated
17	for fiscal year 2021 for the Department of Health
18	and Human Services, \$10,000,000,000 to carry out
19	subsection (a), which shall be for use by the Na-
20	tional Institutes of Health.
21	(8) DEPARTMENT OF TRANSPORTATION.—
22	There is authorized to be appropriated for fiscal
23	year 2021 for the Department of Transportation,
24	\$300,000,000 to carry out subsection (a), of which

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not less than $$130,000,000$ shall be for use by the
Federal Aviation Administration.
(9) NATIONAL AERONAUTICS AND SPACE AD-
MINISTRATION.—There is authorized to be appro-
priated for fiscal year 2021 for the National Aero-
nautics and Space Administration, \$2,000,000,000
to carry out subsection (a).
(10) Environmental protection agency.—
There is authorized to be appropriated for fiscal
year 2021 for the Environmental Protection Agency,
\$200,000,000 to carry out subsection (a).
(11) NATIONAL SCIENCE FOUNDATION.—There
is authorized to be appropriated for fiscal year 2021
for the National Science Foundation,
\$3,000,000,000 to carry out subsection (a).
(12) AVAILABILITY OF FUNDS FOR ADMINIS-
TRATION.—
(A) IN GENERAL.—Amounts authorized to
be appropriated by this subsection may be used
for the payment of indirect costs of Federal
awards under subsection (a), up to the limit
otherwise allowable by law and subject to the
requirements of part 200 of title 2, Code of
Federal Regulations.

1	(B) LIMITATION.—Not more than 5 per-
2	cent of each of the amounts appropriated pur-
3	suant to this subsection may be used for admin-
4	istration of awards under subsection (a).
5	(13) DURATION OF AVAILABILITY.—Amounts
6	authorized to be appropriated by this subsection
7	shall be available for the purposes described in this
8	subsection through fiscal year 2021.
9	(e) DEFINITIONS.—In this section:
10	(1) AWARD.—The term "award" includes a
11	grant, cooperative agreement, or other financial as-
12	sistance.
13	(2) COVID-19 PUBLIC HEALTH EMERGENCY.—
14	The term "COVID–19 public health emergency"
15	means the public health emergency declared by the
16	Secretary of Health and Human Services under sec-
17	tion $319$ of the Public Health Service Act (42)
18	U.S.C. 247d) on January 31, 2020, with respect to
19	coronavirus disease 2019 (COVID–19).
20	(3) RESEARCH INSTITUTION.—The term "re-
21	search institution" means the following:
22	(A) An institution of higher education (as
23	defined in section 101(a) of the Higher Edu-
24	cation Act of 1965 (20 U.S.C. 1001(a))).

1	(B) A Tribal College or University (as de-
2	fined in section 316 of the Higher Education
3	Act of 1965 (20 U.S.C. 1059c)).
4	(C) A nonprofit entity that conducts feder-
5	ally funded research.
6	(4) RESEARCH LABORATORY.—The term "Re-
7	search Laboratory' means the following:
8	(A) A National Laboratory (as defined in
9	section 2 of the Energy Policy Act of 2005 (42 $$
10	U.S.C. 15801)).
11	(B) A Federally Funded Research and De-
12	velopment Center for purposes of section
13	3.5.017 of title 48, Code of Federal Regula-
14	tions.
15	SEC. 503. RESEARCH POLICY BOARD REAUTHORIZATION.
16	(a) EXTENSION OF SUNSET.—Section 2034(f)(6) of
17	the 21st Century Cures Act (42 U.S.C. 3501 note) is
18	amended by striking "September 30, 2021" and inserting
19	"September 30, 2026".
20	(b) Participation by Director of NIH.—
21	(1) INCLUSION AS MEMBER.—Section
22	2034(f)(2)(A) of the 21st Century Cures Act (42)
23	U.S.C. 3501 note) is amended—
24	(A) by redesignating clause (v) as clause
25	(vi);

1	(B) by inserting after clause (iv) the fol-
2	lowing:
3	"(iv) The Director of the National In-
4	stitutes of Health.".
5	(2) Limitations relating to indirect
6	COSTS.—Section $2034(f)(2)$ of the 21st Century
7	Cures Act (42 U.S.C. 3501 note) is amended by
8	adding at the end the following:
9	"(C) Limitations relating to indirect
10	COSTS.—Notwithstanding any other provision
11	of law, the Director of the National Institutes
12	of Health may participate in the activities of
13	the Board, including the formulation of rec-
14	ommendations, without regard to limitations re-
15	lating to indirect costs in part 75 of title 45,
16	Code of Federal Regulations (or any successor
17	regulations).".