H. R. 3668

IN THE SENATE OF THE UNITED STATES

SEPTEMBER 26, 2007 Received

AN ACT

To provide for the extension of transitional medical assistance (TMA), the abstinence education program, and the qualifying individuals (QI) program, 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,

SECTION 1. SHORT TITLE.

- This Act may be cited as the "TMA, Abstinence Edu-
- 3 cation, and QI Programs Extension Act of 2007".
- 4 SEC. 2. EXTENSION OF TRANSITIONAL MEDICAL ASSIST-
- 5 ANCE (TMA) AND ABSTINENCE EDUCATION
- 6 PROGRAM THROUGH DECEMBER 31, 2007.
- 7 Section 401 of division B of the Tax Relief and
- 8 Health Care Act of 2006 (Public Law 109–432), as
- 9 amended by section 1 of Public Law 110–48, is amend-
- 10 ed—
- 11 (1) by striking "September 30" and inserting
- 12 "December 31";
- 13 (2) by striking "for fiscal year 2006" and in-
- serting "for fiscal year 2007";
- 15 (3) by striking "the fourth quarter of fiscal
- year 2007" and inserting "the first quarter of fiscal
- 17 year 2008"; and
- 18 (4) by striking "the fourth quarter of fiscal
- 19 year 2006" and inserting "the first quarter of fiscal
- 20 year 2007".
- 21 SEC. 3. EXTENSION OF QUALIFYING INDIVIDUAL (QI) PRO-
- 22 GRAM THROUGH DECEMBER 2007.
- 23 (a) Through December 2007.—Section
- 24 1902(a)(10)(E)(iv) of the Social Security Act (42 U.S.C.
- 25 1396a(a)(10)(E)(iv)) is amended by striking "September
- 26 2007" and inserting "December 2007".

1	(b) Extending Total Amount Available for
2	Allocation.—Section 1933(g) of such Act (42 U.S.C.
3	1396u-3(g)) is amended—
4	(1) in paragraph (2)—
5	(A) by striking "and" at the end of sub-
6	paragraph (F);
7	(B) by striking the period at the end of
8	subparagraph (G) and inserting "; and; and
9	(C) by adding at the end the following new
10	subparagraph:
11	"(H) for the period that begins on October
12	1, 2007, and ends on December 31, 2007, the
13	total allocation amount is \$100,000,000."; and
14	(2) in paragraph (3), in the matter preceding
15	subparagraph (A), by striking "or (F)" and insert-
16	ing "(F), or (H)".
17	(c) Effective Date.—The amendments made by
18	this section shall be effective as of September 30, 2007.
19	SEC. 4. EXTENSION OF SSI WEB-BASED ASSET DEMONSTRA-
20	TION PROJECT TO THE MEDICAID PROGRAM.
21	(a) In General.—Beginning on October 1, 2007,
22	and ending on September 30, 2012, the Secretary of
23	Health and Human Services shall provide for the applica-
24	tion to asset eligibility determinations under the Medicaid
25	program under title XIX of the Social Security Act of the

- 1 automated, secure, web-based asset verification request
- 2 and response process being applied for determining eligi-
- 3 bility for benefits under the Supplemental Security Income
- 4 (SSI) program under title XVI of such Act under a dem-
- 5 onstration project conducted under the authority of sec-
- 6 tion 1631(e)(1)(B)(ii) of such Act (42 U.S.C.
- 7 1383(e)(1)(B)(ii).
- 8 (b) Limitation.—Such application shall only extend
- 9 to those States in which such demonstration project is op-
- 10 erating and only for the period in which such project is
- 11 otherwise provided.
- 12 (c) Rules of Application.—For purposes of car-
- 13 rying out subsection (a), notwithstanding any other provi-
- 14 sion of law, information obtained from a financial institu-
- 15 tion that is used for purposes of eligibility determinations
- 16 under such demonstration project with respect to the Sec-
- 17 retary of Health and Human Services under the SSI pro-
- 18 gram may also be shared and used by States for purposes
- 19 of eligibility determinations under the Medicaid program.
- 20 In applying section 1631(e)(1)(B)(ii) of the Social Secu-
- 21 rity Act under this subsection, references to the Commis-
- 22 sioner of Social Security and benefits under title XVI of
- 23 such Act shall be treated as including a reference to a
- 24 State described in subsection (b) and medical assistance
- 25 under title XIX of such Act provided by such a State.

1	SEC. 5. 6-MONTH DELAY IN REQUIREMENT TO USE TAM-
2	PER-RESISTANT PRESCRIPTION PADS UNDER
3	MEDICAID.
4	Effective as if included in the enactment of section
5	7002(b) of the U.S. Troop Readiness, Veterans' Care,
6	Katrina Recovery, and Iraq Accountability Appropriations
7	Act, 2007 (Public Law 110–28, 121 Sta. 187), paragraph
8	(2) of such section is amended by striking "September 30,
9	2007" and inserting "March 31, 2008".
10	SEC. 6. ADDITIONAL FUNDING FOR THE MEDICARE PHYSI-
11	CIAN ASSISTANCE AND QUALITY INITIATIVE
12	FUND.
13	Section 1848(1)(2) of the Social Security Act (42
14	U.S.C. 1395w-4(l)(2)) is amended—
15	(1) in subparagraph (A), by adding at the end
16	the following: "In addition, there shall be available
17	to the Fund for expenditures during 2009 an
18	amount equal to \$325,000,000 and for expenditures
19	during or after 2013 an amount equal to
20	\$60,000,000."; and
21	(2) in subparagraph (B)—
22	(A) in the heading, by striking "FUR-
23	NISHED DURING 2008";
24	(B) by striking "specified in subparagraph
25	(A)" and inserting "specified in the first sen-
26	tence of subparagraph (A)"; and

(C) by inserting after "furnished during 1 2008" the following: "and for the obligation of 2 3 the entire first amount specified in the second 4 sentence of such subparagraph for payment with respect to physicians' services furnished 6 during 2009 and of the entire second amount 7 so specified for payment with respect to physicians' services furnished on or after January 1, 8 9 2013".

10 SEC. 7. LIMITATION ON IMPLEMENTATION FOR FISCAL

11 YEARS 2008 AND 2009 OF A PROSPECTIVE
12 DOCUMENTATION AND CODING ADJUSTMENT
13 IN RESPONSE TO THE IMPLEMENTATION OF
14 THE MEDICARE SEVERITY DIAGNOSIS RE15 LATED GROUP (MS-DRG) SYSTEM UNDER THE
16 MEDICARE PROSPECTIVE PAYMENT SYSTEM
17 FOR INPATIENT HOSPITAL SERVICES.

18 (a) IN GENERAL.—In implementing the final rule 19 published on August 22, 2007, on pages 47130 through 20 48175 of volume 72 of the Federal Register, the Secretary 21 of Health and Human Services (in this section referred 22 to as the "Secretary") shall apply prospective documenta-23 tion and coding adjustments (made in response to the im-24 plementation of a Medicare Severity Diagnosis Related 25 Group (MS–DRG) system under the hospital inpatient

1	prospective payment system under section 1886(d) of the
2	Social Security Act (42 U.S.C. 1395ww(d)) of—
3	(1) for discharges occurring during fiscal year
4	2008, 0.6 percent rather than the 1.2 percent speci-
5	fied in such final rule; and
6	(2) for discharges occurring during fiscal year
7	2009, 0.9 percent rather than the 1.8 percent speci-
8	fied in such final rule.
9	(b) Subsequent Adjustments.—
10	(1) In general.—Notwithstanding any other
11	provision of law, if the Secretary determines that im-
12	plementation of such Medicare Severity Diagnosis
13	Related Group (MS–DRG) system resulted in
14	changes in coding and classification that did not re-
15	flect real changes in case mix under section 1886(d)
16	of the Social Security Act (42 U.S.C. 1395ww(d))
17	for discharges occurring during fiscal year 2008 or
18	2009 that are different than the prospective docu-
19	mentation and coding adjustments applied under
20	subsection (a), the Secretary shall—
21	(A) make an appropriate adjustment under
22	paragraph (3)(A)(vi) of such section 1886(d);
23	and
24	(B) make an additional adjustment to the
25	standardized amounts under such section

1886(d) for discharges occurring only during fiscal years 2010, 2011, and 2012 to offset the estimated amount of the increase or decrease in aggregate payments (including interest as determined by the Secretary) determined, based upon a retrospective evaluation of claims data submitted under such Medicare Severity Diag-nosis Related Group (MS–DRG) system, by the Secretary with respect to discharges occurring during fiscal years 2008 and 2009.

- (2) Requirement.—Any adjustment under paragraph (1)(B) shall reflect the difference between the amount the Secretary estimates that implementation of such Medicare Severity Diagnosis Related Group (MS–DRG) system resulted in changes in coding and classification that did not reflect real changes in case mix and the prospective documentation and coding adjustments applied under subsection (a). An adjustment made under paragraph (1)(B) for discharges occurring in a year shall not be included in the determination of standardized amounts for discharges occurring in a subsequent year.
- (3) RULE OF CONSTRUCTION.—Nothing in this section shall be construed as—

1	(A) requiring the Secretary to adjust the
2	average standardized amounts under paragraph
3	(3)(A)(vi) of such section 1886(d) other than as
4	provided under this section; or
5	(B) providing authority to apply the ad-
6	justment under paragraph (1)(B) other than
7	for discharges occurring during fiscal years
8	2010, 2011, and 2012.
9	(4) Judicial Review.—There shall be no ad-
10	ministrative or judicial review under section 1878 of
11	the Social Security Act (42 U.S.C. 139500) or other-
12	wise of any determination or adjustments made
13	under this subsection.
	Passed the House of Representatives September 26,
	2007.

Attest: LORRAINE C. MILLER, Clerk.