

116TH CONGRESS  
2D SESSION

# H. R. 6365

To provide emergency financial assistance to rural health care facilities and providers impacted by the COVID-19 emergency.

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## IN THE HOUSE OF REPRESENTATIVES

MARCH 23, 2020

Mr. DAVID P. ROE of Tennessee (for himself, Ms. SCHRIER, Mr. BUCSHON, Mr. CARTER of Georgia, Mr. MARSHALL, Mr. GREEN of Tennessee, Mr. RUIZ, Ms. SEWELL of Alabama, Mr. BERA, Mr. DUNN, Mr. BABIN, and Mr. GOSAR) introduced the following bill; which was referred to the Committee on Energy and Commerce, and in addition to the Committees on Ways and Means, and Small Business, 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

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## A BILL

To provide emergency financial assistance to rural health care facilities and providers impacted by the COVID-19 emergency.

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 “Immediate Relief for  
5 Rural Facilities and Providers Act of 2020”.

1 **SEC. 2. RURAL HEALTH CARE FACILITY GRANTS.**

2 (a) PURPOSE.—It is the purpose of this section to  
3 provide funding to stabilize rural hospitals and provide im-  
4 mediate financial relief to prepare and respond to the  
5 COVID-19 emergency.

6 (b) GRANTS.—The Secretary, acting through the Ad-  
7 ministrator of the Centers for Medicare & Medicaid Serv-  
8 ices, shall establish an emergency operating grant pro-  
9 gram and shall award an emergency operating grant to  
10 an eligible Medicare participating health care facility.

11 (c) ALLOTMENTS AND PAYMENTS.—

12 (1) ALLOTMENTS.—The Secretary shall, from  
13 amounts appropriated under subsection (i), allot to  
14 each facility eligible for a grant under this section  
15 the sum of—

16 (A) an amount equal to the number of pa-  
17 tient days (including acute, swing-bed, and ob-  
18 servation days) from January 1, 2019, to April  
19 1, 2019, with respect to the facility, multiplied  
20 by \$1,000; and

21 (B) an amount equal to the total amount  
22 of reimbursements from all payer sources to the  
23 facility from January 1, 2019, to April 1, 2019.

24 (2) PAYMENTS.—The Secretary shall make pay-  
25 ments under grants awarded to eligible facilities

1 under this section in the amount of the allotments  
2 described in paragraph (1).

3 (3) TIME OF GRANT.—A one time payment  
4 shall be made under a grant awarded under this sec-  
5 tion not later than 14 days after the date of enact-  
6 ment of this Act.

7 (d) ELIGIBLE FACILITIES.—

8 (1) IN GENERAL.—To be eligible to receive a  
9 grant under subsection (b), a Medicare participating  
10 health care facility shall submit to the Secretary an  
11 application described in paragraph (2).

12 (2) APPLICATION.—An application under this  
13 paragraph shall be submitted to the Secretary not  
14 later than 180 days after the date of enactment of  
15 this Act and shall contain such information that the  
16 Secretary may require, including—

17 (A) a certification that—

18 (i) the facility will suffer financial  
19 losses as a result of the COVID-19 emer-  
20 gency; and

21 (ii) in the absence of an emergency  
22 grant under this section, the facility would  
23 be forced to either reduce staffing or oper-  
24 ations;

1 (B) an assurance that the amount re-  
2 requested under the grant exceeds 130 percent of  
3 the amount of revenue collected by the facility  
4 during the same period of the year preceding  
5 the year for which the request under this sec-  
6 tion is made;

7 (C) the amount of spending incurred by  
8 the facility as a result of the COVID-19 emer-  
9 gency;

10 (D) a description on how the facility will  
11 use grant funds; and

12 (E) an assurance that the facility followed  
13 the Secretary's recommendations related to the  
14 COVID-19 emergency.

15 (e) RECONCILIATION.—

16 (1) IN GENERAL.—Not later than 2 years after  
17 the date on which the COVID-19 emergency ends  
18 (as determined by the Secretary), the Secretary shall  
19 promulgate regulations under which a facility that  
20 receives an emergency grant under this section shall  
21 reconcile the amount of the emergency grant with—

22 (A) the entire amount of the grant allotted  
23 to the facility in the case of a facility that was  
24 determined not to be eligible under subsection  
25 (d);

1 (B) any reimbursements received by the  
2 facility from third parties for services provided  
3 during such emergency; and

4 (C) any portion of the grant funds that ex-  
5 ceeds 130 percent of the amount of revenue col-  
6 lected by the facility during the same 90-day  
7 period of the year preceding the year for which  
8 the grant is being made as determined through  
9 such reconciliation to have been recovered by  
10 the facility through third-party payors, in addi-  
11 tion to any additional spending incurred by the  
12 facility as a result of the COVID-19 emergency,  
13 with the Federal Government.

14 (2) RECOUPMENT.—The regulations under this  
15 subsection shall include procedures through which  
16 the Federal Government may recoup any portion of  
17 grant funds described in paragraph (1).

18 (f) LIMITATIONS ON USE OF FUNDS.—

19 (1) CONSTRUCTION OF FACILITIES.—

20 (A) LIMITATIONS.—Grants awarded under  
21 this section shall not be used by the facility for  
22 the purchase or improvement of land, or the  
23 purchase, construction, or permanent improve-  
24 ment of any building.

1           (B) WAIVER.—The Secretary may wave  
2           the limitation contained in subparagraph (A)  
3           upon a facility request for such a waiver, if the  
4           Secretary finds that the request describes cir-  
5           cumstances that justify the purchase of land or  
6           the constrictive of facilities (or the making of  
7           permanent improvements) related to the  
8           COVID-19 emergency.

9           (2) POLITICAL ACTIVITIES.—Grants awarded  
10          under this section shall not be used in a manner in-  
11          volving the use of grant funds, provisions of services,  
12          or the employment or assignment of personnel, in a  
13          manner supporting or resulting in the identification  
14          of such programs with any partisan or nonpartisan  
15          political activity or any political activity associated  
16          with a candidate, or contending faction or group, in  
17          an election for public or party office.

18          (g) LEGAL ACTION.—A facility that receives an emer-  
19          gency grant under this section shall be prohibited from  
20          commencing any legal action against a patients to recover  
21          any costs associated with care provided to the patient dur-  
22          ing the COVID-19 emergency.

23          (h) DEFINITIONS.—In this section:

24               (1) COVID-19 EMERGENCY.—The term  
25               “COVID-19 emergency” means the national emer-

1 agency declared by the President under the National  
2 Emergencies Act (50 U.S.C. 1601 et seq.) with re-  
3 spect to the Coronavirus Disease 2019 (COVID-19).

4 (2) MEDICARE PARTICIPATING HEALTH CARE  
5 FACILITY.—The terms “Medicare participating  
6 health care facility” and “facility” mean—

7 (A) an entity designated as—

8 (i) a Critical Access Hospital under  
9 section 485 of subpart F of title 42, Code  
10 of Federal Regulations; or

11 (ii) a subsection (d) hospital (as de-  
12 fined in paragraph (1)(B) of section  
13 1886(d)(1)(B) of the Social Security Act  
14 (42 U.S.C. 1395ww(d)(1)(B))) that is lo-  
15 cated in a rural area (as defined in para-  
16 graph (2)(D) of such section); and

17 (B) a provider of services enrolled in the  
18 Medicare program under section 1866(j) of the  
19 Social Security Act (42 U.S.C. 1395cc(j)).

20 (3) SECRETARY.—The term “Secretary” means  
21 the Secretary of Health and Human Services.

22 (i) AUTHORIZATION OF APPROPRIATIONS.—There is  
23 authorized to be appropriated such sums as may be nec-  
24 essary to carry out this section.

1 **SEC. 3. REIMBURSEMENT ADJUSTMENT FOR SWING BED**  
2 **PROGRAM.**

3 (a) PURPOSE.—It is the purpose of this section to  
4 improve the health care system to prepare and respond  
5 to the COVID-19 emergency (as defined in section 2).

6 (b) ADJUSTMENT.—The Secretary of Health and  
7 Human Services, acting through the Administrator of the  
8 Centers for Medicare & Medicaid Services, shall increase  
9 reimbursements for rural hospitals under the swing bed  
10 program for the duration of the COVID-19 emergency.

11 (c) AMOUNT.—The amount of an increase under sub-  
12 section (b) shall equal 20 percent of the amount of the  
13 swing bed reimbursement that a rural hospital involved  
14 would otherwise receive under the swing bed program.

15 (d) TERMINATION.—This section shall not apply be-  
16 ginning on the date that is 30 days after the date on which  
17 the COVID-19 emergency ends (as determined by the Sec-  
18 retary).

19 **SEC. 4. EMERGENCY GRANTS FOR PHYSICIANS' AND**  
20 **HEALTH CARE PROVIDERS' PRACTICES.**

21 (a) PURPOSE.—It is the purpose of this section to  
22 provide funding to provide immediate relief and stabiliza-  
23 tion for physicians' and health care providers' practices  
24 through emergency grants to prepare and respond to the  
25 COVID-19 emergency.



1 (b) AMENDMENT.—Title III of the Public Health  
2 Service Act is amended by inserting after section 330A–  
3 1 (42 U.S.C. 254e–1a) the following:

4 **“SEC. 330A-2. EMERGENCY GRANTS FOR PHYSICIANS’ AND**  
5 **HEALTH CARE PROVIDERS’ PRACTICES.**

6 “(a) IN GENERAL.—The Secretary shall establish a  
7 program to support physicians’ and health care providers’  
8 practices by awarding emergency grants to eligible health  
9 care practices and ambulatory surgery centers.

10 “(b) ALLOTMENTS AND PAYMENTS.—

11 “(1) ALLOTMENTS.—The Secretary shall, from  
12 amounts appropriated under subsection (e), allot to  
13 each eligible health care practice or ambulatory sur-  
14 gery center an amount equal to the actual payroll  
15 for the eligible health care practice or ambulatory  
16 surgery center during the period beginning January  
17 1, 2019, and ending April 1, 2019.

18 “(2) PAYMENTS.—The Secretary shall make  
19 payments under grants awarded under this section  
20 to each eligible health care practice or ambulatory  
21 surgery center in the amount of the allotment de-  
22 scribed in paragraph (1) with respect to each such  
23 practice or center.

24 “(3) TIME OF GRANT.—Not later than 14 days  
25 after the date of enactment of this section, the Sec-

1       retary shall make a one-time payment under a grant  
2       under this section to each eligible health care prac-  
3       tice or ambulatory surgery center.

4       “(c) UTILIZATION OF PAYMENTS.—Payments made  
5       under subsection (b) shall be utilized, with respect to the  
6       grantee involved, to compensate—

7               “(1) all hourly staff up to \$25 per hour and  
8       salaried staff up to \$75,000 in full; and

9               “(2) all hourly staff above \$25 per hour and  
10       salaried staff above \$75,000 at a rate of \$25 per  
11       hour or \$75,000 in annual salary.

12       “(d) DEFINITIONS.—In this section:

13               “(1) AMBULATORY SURGERY CENTER.—The  
14       term ‘ambulatory surgery center’ has the meaning  
15       given such term in section 1833(i) of the Social Se-  
16       curity Act.

17               “(2) ELIGIBLE HEALTH CARE PRACTICE.—The  
18       term ‘eligible health care practice’ means a corpora-  
19       tion, limited liability company, or unincorporated  
20       personal entity that provides health care services of  
21       a physician or a health care provider as licensed  
22       under State law.

23               “(3) HEALTH CARE PROVIDER.—The term  
24       ‘health care provider’ means an individual providing

1 health care services under State law as determined  
2 by the Secretary.

3 “(4) PHYSICIAN.—The term ‘physician’ means  
4 an individual that meets the definition under section  
5 1861(r) of the Social Security Act.

6 “(e) AUTHORIZATION OF APPROPRIATIONS.—There  
7 is authorized to be appropriated such sums as may be nec-  
8 essary to carry out this section.”.

9 **SEC. 5. EMERGENCY LOW-INTEREST LOANS FOR PHYSI-**  
10 **CIANS’ AND HEALTH CARE PROVIDERS’ PRAC-**  
11 **TICES.**

12 The Small Business Act is amended by inserting after  
13 section 32 (15 U.S.C. 657b) the following:

14 **“SEC. 33. 2020 EMERGENCY LOW-INTEREST LOANS FOR**  
15 **PHYSICIANS’ AND HEALTH CARE PROVIDERS’**  
16 **PRACTICES.**

17 “(a) PURPOSE.—It is the purpose of this section to  
18 provide low-interest loans for physicians’ and health care  
19 providers’ practices or ambulatory surgery centers, which  
20 as a result of the COVID-19 emergency, have suffered a  
21 significant financial impact.

22 “(b) LOW-INTEREST LOANS.—The Administrator  
23 shall provide any eligible health care practice or ambula-  
24 tory surgery center, which as a result of the COVID-19  
25 emergency, has suffered a significant financial impact, a

1 loan in such amount as may be necessary to enable such  
2 enterprise to maintain or resume operations in order to  
3 assist in maintaining and restoring the economic viability  
4 of the practice or center. Loans authorized by this section  
5 shall be made without regard to limitations on the size  
6 of loans which may otherwise be imposed by any other  
7 provision of law or regulations promulgated pursuant  
8 thereto.

9       “(c) INTEREST.—Any loan made under this section  
10 shall be subject to not to exceed .25 percent interest, and  
11 the President, if determined necessary, may defer pay-  
12 ments of principal for a period not to exceed 3 years after  
13 the date of such loan.

14       “(d) DEFERRED INTEREST ACCRUAL.—Interest on a  
15 loan under this section shall not begin to accrue until the  
16 date that is 24 months after the date on which the  
17 COVID-19 emergency officially ends (as determined by  
18 the Administrator).

19       “(e) OTHER FEDERAL ASSISTANCE.—Loans made  
20 under this section shall be in addition to any other Federal  
21 emergency assistance available, except that such other as-  
22 sistance may be adjusted or modified to the extent deter-  
23 mined appropriate by the Administrator.

24       “(f) DEFINITIONS.—In this section:

1           “(1) AMBULATORY SURGERY CENTER.—The  
2 term ‘ambulatory surgery center’ has the meaning  
3 given such term in section 1833(i) of the Social Se-  
4 curity Act.

5           “(2) ELIGIBLE HEALTH CARE PRACTICE.—The  
6 term ‘eligible health care practice’ means a corpora-  
7 tion, limited liability company, or unincorporated  
8 personal entity that provides health care services of  
9 a physician or a health care provider as licensed  
10 under State law.

11           “(3) HEALTH CARE PROVIDER.—The term  
12 ‘health care provider’ means an individual providing  
13 health care services under State law as determined  
14 by the Administrator.

15           “(4) PHYSICIAN.—The term ‘physician’ means  
16 an individual that meets the definition under section  
17 1861(r) of the Social Security Act.

18           “(g) SUNSET.—Low-interest loans under this section  
19 to eligible health care practices and ambulatory surgery  
20 centers shall only be made during the duration of the  
21 COVID-19 emergency.

22           “(h) AUTHORIZATION OF APPROPRIATIONS.—There  
23 is authorized to be appropriated such sums as may be nec-  
24 essary to carry out this section.”.

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