

115TH CONGRESS  
2D SESSION

# H. R. 5676

To amend title XVIII of the Social Security Act to authorize the suspension of payments by Medicare prescription drug plans and MA–PD plans pending investigations of credible allegations of fraud by pharmacies.

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## IN THE HOUSE OF REPRESENTATIVES

MAY 3, 2018

Mr. MACARTHUR (for himself, Mr. COLLINS of New York, Mr. SCHWEIKERT, Ms. KUSTER of New Hampshire, Mr. BLUMENAUER, and Mr. TONKO) introduced the following bill; which was referred to the Committee on Energy and Commerce, and in addition to the Committee on Ways and Means, 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 amend title XVIII of the Social Security Act to authorize the suspension of payments by Medicare prescription drug plans and MA–PD plans pending investigations of credible allegations of fraud by pharmacies.

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 “Stop Excessive Nar-  
5 cotics in our Retirement Communities Protection Act” or  
6 the “SENIOR Communities Protection Act”.

1 **SEC. 2. SUSPENSION OF PAYMENTS BY MEDICARE PRE-**  
2 **SCRIPTION DRUG PLANS AND MA-PD PLANS**  
3 **PENDING INVESTIGATIONS OF CREDIBLE AL-**  
4 **LEGATIONS OF FRAUD BY PHARMACIES.**

5 (a) IN GENERAL.—Section 1860D–12(b) of the So-  
6 cial Security Act (42 U.S.C. 1395w–112(b)) is amended  
7 by adding at the end the following new paragraph:

8 “(7) SUSPENSION OF PAYMENTS PENDING IN-  
9 VESTIGATION OF CREDIBLE ALLEGATIONS OF FRAUD  
10 BY PHARMACIES.—

11 “(A) IN GENERAL.—The provisions of sec-  
12 tion 1862(o) shall apply with respect to a PDP  
13 sponsor with a contract under this part, a phar-  
14 macy, and payments to such pharmacy under  
15 this part in the same manner as such provisions  
16 apply with respect to the Secretary, a provider  
17 of services or supplier, and payments to such  
18 provider of services or supplier under this title.

19 “(B) RULE OF CONSTRUCTION.—Nothing  
20 in this paragraph shall be construed as limiting  
21 the authority of a PDP sponsor to conduct  
22 postpayment review.”.

23 (b) APPLICATION TO MA-PD PLANS.—Section  
24 1857(f)(3) of the Social Security Act (42 U.S.C. 1395w–  
25 27(f)(3)) is amended by adding at the end the following  
26 new subparagraph:

1                   “(D) SUSPENSION OF PAYMENTS PENDING  
2                   INVESTIGATION OF CREDIBLE ALLEGATIONS OF  
3                   FRAUD BY PHARMACIES.—Section 1860D–  
4                   12(b)(7).”.

5           (c) CONFORMING AMENDMENT.—Section 1862(o)(3)  
6 of the Social Security Act (42 U.S.C. 1395y(o)(3)) is  
7 amended by inserting “, section 1860D–12(b)(7) (includ-  
8 ing as applied pursuant to section 1857(f)(3)(D)),” after  
9 “this subsection”.

10          (d) CLARIFICATION RELATING TO CREDIBLE ALLE-  
11 GATION OF FRAUD.—Section 1862(o) of the Social Secu-  
12 rity Act (42 U.S.C. 1395y(o)) is amended by adding at  
13 the end the following new paragraph:

14                   “(4) CREDIBLE ALLEGATION OF FRAUD.—In  
15 carrying out this subsection, section 1860D–  
16 12(b)(7) (including as applied pursuant to section  
17 1857(f)(3)(D)), and section 1903(i)(2)(C), a fraud  
18 hotline tip (as defined by the Secretary) without fur-  
19 ther evidence shall not be treated as sufficient evi-  
20 dence for a credible allegation of fraud.”.

21          (e) EFFECTIVE DATE.—The amendments made by  
22 this section shall apply with respect to plan years begin-  
23 ning on or after January 1, 2020.

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