H. R. 5576

To amend titles XIX and XXI of the Social Security Act to give States the option to extend the Medicaid drug rebate program to the Children's Health Insurance Program, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

OCTOBER 12, 2021

Ms. WILD (for herself, Mr. FITZPATRICK, Ms. SCANLON, Ms. DEAN, Mr. CARTWRIGHT, Mr. GRIJALVA, Mr. CUELLAR, and Mr. VELA) introduced the following bill; which was referred to the Committee on Energy and Commerce

A BILL

To amend titles XIX and XXI of the Social Security Act to give States the option to extend the Medicaid drug rebate program to the Children's Health Insurance 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,
- 3 SECTION 1. SHORT TITLE.
- 4 This Act may be cited as the "Fair Drug Prices for
- 5 Kids Act".

SEC. 2. REDUCING PRESCRIPTION DRUG COSTS FOR CHIL-2 DREN'S MEDICINE. 3 (a) IN GENERAL.—Section 1927(a) of the Social Security Act (42 U.S.C. 1396r-8)(a) is amended by adding 4 5 at the end the following new paragraph: 6 "(8) State option to apply rebate re-7 QUIREMENTS TO STATE THECHILD HEALTH 8 PLAN.— 9 "(A) IN GENERAL.—A State may elect to apply the requirements of this section and regu-10 11 lations promulgated to carry out this section to 12 covered outpatient drugs for which payment is 13 available under the State child health plan 14 under title XXI in the same manner as such re-15 quirements apply to the State plan under this 16 title, subject to such guidance as the Secretary 17 shall establish. "(B) APPLICATION RULES.—If a State 18 19 makes an election under subparagraph (A), 20 then, in applying this section with respect to 21 that State— 22 "(i) paragraph (1) of this subsection 23 shall be applied as if 'or section 2105 (if 24 the State has elected to apply this section 25 to the State child health plan under title 26 XXI)' were inserted after '1903(a)';

1	"(ii) paragraph (7)(A) of this sub-
2	section shall be applied—
3	"(I) as if 'or section 2105 (if the
4	State has elected to apply this section
5	to the State child health plan under
6	title XXI)' were inserted after
7	'1903(a)'; and
8	"(II) as if (or, if the State has
9	elected to apply this section to the
10	State child health plan under title
11	XXI, on or after the date this section
12	first applies to the State)' were in-
13	serted after 'January 1, 2006';
14	"(iii) paragraph (7)(B)(ii) of this sub-
15	section shall be applied—
16	"(I) as if 'or section 2105 (if the
17	State has elected to apply this section
18	to the State child health plan under
19	title XXI)' were inserted after
20	'1903(a)'; and
21	"(II) as if '(or, if the State has
22	elected to apply this section to the
23	State child health plan under title
24	XXI, on or after the date this section

1	first applies to the State)' were in-
2	serted after 'January 1, 2008';
3	"(iv) subsection (b)(1)(A) shall be ap-
4	plied as if '(or, if the State has elected to
5	apply this section to the State child health
6	plan under title XXI, on or after the date
7	this section first applies to the State, to
8	each State child health plan for which pay-
9	ment was made under such State child
10	health plan for such period)' were inserted
11	after 'such period';
12	"(v) subsection (b)(1)(B) shall be ap-
13	plied as if '(or a reduction in the amount
14	expended under the State child health plan
15	in the quarter for child health assistance
16	or pregnancy-related assistance for pur-
17	poses of section 2105 if the State has
18	elected to apply this section to the State
19	child health plan under title XXI)' were in-
20	serted after '1903(a)(1)'; and
21	"(vi) paragraphs (2)(A)(i) and
22	(3)(A)(ii) of subsection (c) shall each be
23	applied as if '(or, if the State has elected
24	to apply this section to the State child
25	health plan under title XXI, on or after

1	the date this section first applies to the
2	State)' were inserted after 'December 31,
3	1990' each place it appears.".
4	(b) Conforming Amendments.—
5	(1) Section 2107(e)(1) of the Social Security
6	Act (42 U.S.C. 1397gg(e)(1)) is amended—
7	(A) by redesignating subparagraphs (D)
8	through (S) as subparagraphs (E) through (T),
9	respectively; and
10	(B) by inserting after subparagraph (C)
11	the following new subparagraph:
12	"(D) Section 1902(a)(54) (relating to com-
13	pliance with the requirements of section 1927
14	but only if the State has elected to apply such
15	requirements to the State child health plan
16	under this title).".
17	(2) Section 2110(a)(6) of the Social Security
18	Act (42 U.S.C. 1397jj(a)(6)) is amended by insert-
19	ing "and, if the State has elected to apply the re-
20	quirements of section 1927 to the State child health
21	plan under this title, covered outpatient drugs, as
22	defined in section 1927(k)(2)," after "Prescription
23	drugs and biologicals".