H.R.56

To amend the Orphan Drug Act with respect to the definition of medical food, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

January 4, 2021

Mr. BIGGS 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 Armed Services, 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 amend the Orphan Drug Act with respect to the definition of medical food, 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 "Patient Access to Med-
- 5 ical Foods Act".

SEC. 2. DEFINITION OF MEDICAL FOOD FOR PURPOSES OF 2 ORPHAN DRUG ACT. 3 (a) IN GENERAL.—Section 5(b)(3) of the Orphan Drug Act (21 U.S.C. 360ee(b)(3)) is amended to read as 4 5 follows: 6 "(3) The term 'medical food' means a food 7 which-"(A) is formulated to be consumed or ad-8 9 ministered enterally, including tube feeding and 10 oral intake, and dispensed upon a written pre-11 scription of a practitioner licensed under the 12 laws of the State in which such practitioner 13 practices to administer drugs; and "(B)(i) is intended for the specific dietary 14 management of a disease or condition for which 15 16 distinctive nutritional requirements, including conditions of inborn errors of metabolism, based 17 18 on recognized scientific principles, are estab-19 lished by medical evaluation; or 20 "(ii) in the case of an individual for whom 21 the prescribing physician determines the indi-22 vidual has failed on traditional therapies or de-23 termines continuing the traditional therapy is 24 inappropriate for the patient due to 25 comorbidities or severe side effects that endan-26 ger the health of the individual—

1	"(I) has been shown to provide clin-
2	ical benefit in well-controlled peer-reviewed
3	clinical trials to patients with a disease or
4	condition specified in clause (i); and
5	"(II) is determined by the prescribing
6	physician to be a safer therapeutic option
7	or the only effective clinical option for the
8	individual.".
9	(b) National Drug Code Number.—Section 5 of
10	the Orphan Drug Act (21 U.S.C. 360ee) is amended—
11	(1) by redesignating subsection (c) as sub-
12	section (d); and
13	(2) by inserting after subsection (b) the fol-
14	lowing:
15	"(c) National Drug Code Number.—Medical
16	foods shall be eligible for a National Drug Code number.".
17	SEC. 3. COVERAGE OF MEDICALLY NECESSARY FOOD
18	UNDER FEDERAL HEALTH PROGRAMS AND
19	PRIVATE HEALTH INSURANCE.
20	(a) Coverage Under Medicare Program.—
21	(1) Part b coverage.—
22	(A) In General.—Section 1861(s)(2) of
23	the Social Security Act (42 U.S.C. $1395x(s)(2)$)
24	is amended—

1	(i) in subparagraph (GG), by striking
2	"and" at the end;
3	(ii) in subparagraph (HH), by strik-
4	ing the period at the end and inserting ";
5	and"; and
6	(iii) by adding at the end the fol-
7	lowing new subparagraph:
8	"(II) medically necessary food (as defined in
9	subsection (kkk));".
10	(B) Definition.—Section 1861 of the So-
11	cial Security Act (42 U.S.C. 1395x) is amended
12	by adding at the end the following new sub-
13	section:
14	"Medically Necessary Food
15	"(kkk) The term 'medically necessary food' has the
16	meaning given the term 'medical food' in section $5(b)(3)$
17	of the Orphan Drug Act (21 U.S.C. 360ee(b)(3)).".
18	(C) Payment.—Section 1833(a)(1) of the
19	Social Security Act (42 U.S.C. 1395l(a)(1)) is
20	amended—
21	(i) by striking "and" before "(DD)";
22	and
23	(ii) by inserting before the semicolon
24	at the end the following: ", and (EE) with
25	respect to medically necessary food (as de-

1	fined in section 1861(kkk)), the amount
2	paid shall be an amount equal to 80 per-
3	cent of the actual charge for the services.".
4	(D) Effective date.—The amendments
5	made by this paragraph shall apply to items
6	and services furnished on or after January 1,
7	2022.
8	(2) Coverage as covered part d drug.—
9	(A) In general.—Section 1860D-2(e)(1)
10	of the Social Security Act (42 U.S.C. 1395w-
11	102(e)(1)) is amended—
12	(i) in subparagraph (A), by striking at
13	the end "or";
14	(ii) in subparagraph (B), by striking
15	at the end the comma and inserting "; or";
16	and
17	(iii) by inserting after subparagraph
18	(B) the following new subparagraph:
19	"(C) a medically necessary food (as defined
20	in section 1861(kkk)),".
21	(B) Effective date.—The amendments
22	made by subparagraph (A) shall apply with re-
23	spect to plan years beginning on or after Janu-
24	ary 1, 2022.
25	(b) Coverage Under Medicaid Program.—

1	(1) In General.—Section 1905(a) of the So-
2	cial Security Act (42 U.S.C. 1396d(a)) is amend-
3	ed
4	(A) in paragraph (29), by striking "and"
5	at the end;
6	(B) by redesignating paragraph (30) as
7	paragraph (31); and
8	(C) by inserting after paragraph (29) the
9	following new paragraph:
10	"(30) medically necessary food (as defined in
11	section 1861(kkk)); and".
12	(2) Mandatory benefit.—Section
13	1902(a)(10)(A) of the Social Security Act (42
14	U.S.C. 1396a(a)(10)(A)) is amended, in the matter
15	preceding clause (i), by striking "and (29)" and in-
16	serting "(29), and (30)".
17	(3) Effective date.—
18	(A) In general.—Subject to subpara-
19	graph (B), the amendments made by this sub-
20	section shall apply with respect to medical as-
21	sistance furnished on or after July 1, 2022.
22	(B) EXCEPTION IF STATE LEGISLATION
23	REQUIRED.—In the case of a State plan for
24	medical assistance under title XIX of the Social
25	Security Act which the Secretary of Health and

1 Human Services determines requires State leg-2 islation (other than legislation appropriating 3 funds) in order for the plan to meet the addi-4 tional requirement imposed by the amendments 5 made by this subsection, the State plan shall 6 not be regarded as failing to comply with the 7 requirements of such title solely on the basis of 8 its failure to meet this additional requirement 9 before the first day of the first calendar quarter 10 beginning after the close of the first regular 11 session of the State legislature that begins after 12 the date of the enactment of this Act. For pur-13 poses of the previous sentence, in the case of a 14 State that has a 2-year legislative session, each 15 year of such session shall be deemed to be a 16 separate regular session of the State legislature. 17

(c) COVERAGE UNDER CHIP.—

- (1) In General.—Section 2103(c) of the Social Security Act (42 U.S.C. 1397cc(c)) is amended by adding at the end the following:
- "(11) MEDICALLY NECESSARY FOOD.—The child health assistance provided to a targeted low-income child shall include coverage of medically necessary food (as defined in section 1861(kkk)).".

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1 (2) Conforming amendment.—Section 2 2103(a) of the Social Security Act (42 U.S.C. 3 1397cc(a)) is amended, in the matter preceding 4 paragraph (1), by striking "and (8)" and inserting 5 ", (8), and (11)".

(3) Effective date.—

- (A) IN GENERAL.—Subject to subparagraph (B), the amendments made by this subsection shall apply with respect to child health assistance furnished on or after July 1, 2022.
- (B) EXCEPTION IF STATE LEGISLATION REQUIRED.—In the case of a State child health plan for child health assistance under title XXI of the Social Security Act which the Secretary of Health and Human Services determines requires State legislation (other than legislation appropriating funds) in order for the plan to meet the additional requirement imposed by the amendments made by this subsection, the State child health plan shall not be regarded as failing to comply with the requirements of such title solely on the basis of its failure to meet this additional requirement before the first day of the first calendar quarter beginning after the close of the first regular session of the State

- legislature that begins after the date of the en-
- 2 actment of this Act. For purposes of the pre-
- 3 vious sentence, in the case of a State that has
- 4 a 2-year legislative session, each year of such
- 5 session shall be deemed to be a separate regular
- 6 session of the State legislature.
- 7 (d) Coverage Under TRICARE.—Paragraph (2)
- 8 of section 1077(h) of title 10, United States Code, is
- 9 amended to read as follows:
- 10 "(2) In this section, the term 'medically necessary
- 11 food' has the meaning given the term 'medical food' in
- 12 section 5(b)(3) of the Orphan Drug Act.".
- (e) Coverage Under Private Health Insur-
- 14 ANCE.—
- 15 (1) IN GENERAL.—Subpart II of part A of title
- 16 XXVII of the Public Health Service Act (42 U.S.C.
- 17 300gg-11 et seq.) is amended by adding at the end
- the following:
- 19 "SEC. 2730. COVERAGE OF MEDICALLY NECESSARY FOOD.
- 20 "A group health plan and group or individual health
- 21 insurance coverage offered by a health insurance issuer
- 22 shall provide coverage for medically necessary food (as de-
- 23 fined in section 1861(kkk) of the Social Security Act).".

1	(2) Effective date.—The amendment made
2	by paragraph (1) shall apply to plan years beginning
3	on or after January 1, 2022.

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