

Care Organization				
Consolidated Appropriations Act of 2021				
Hospice Provisions Implementation Calendar				
January 7, 2021				
Provision	Description	Implementation Date		
Increased Payment for Hospice – Continued Temporary Suspension of Sequestration				
Section 102: Extension of	The CARES Act included a	Sequestration relief extended		
Temporary Suspension of	suspension of the 2%	through March 31, 2021.		
Medicare Sequestration	sequestration reduction for			
	most Medicare payments.			
	Section 3709 of the CARES Act			
	exempts Medicare from the			
	effects of sequestration from			
	May 1, 2020 through December			
	31, 2020. The Consolidated			
	Appropriations Act of 2021 (H.R.			
	133) extends this relief through			
	March 31, 2021.			
Hospice Access	Expanded for RHC and FQHC phys	icians and NPPs		
Section 132: Medicare payment	HR 2594/S 1190 – Rural Access	January 1, 2022		
for certain federally qualified	to Hospice Act was included			
health center (FQHC) and rural				
health clinic (RHC) services	Rural Health Clinics (RHCs) and			
furnished to hospice patients.	Federally Qualified Health			
	Centers (FQHCs) can now			
	furnish and bill for hospice			
	services furnished when			
	patients become terminally ill			
	and elect the hospice benefit.			
	This allows the physician, NP, or			
	PA to serve as the hospice			
	attending physician. As a result,			
	Medicare beneficiaries can			
	continue to use their known			
	provider after electing hospice			
	care.			
	Treatment for PPP Loan Forgiven	ess		
Sec. 278. Clarification of tax	The provision clarifies that gross	The provision is effective for tax		
treatment of certain loan	income does not include	years ending after date of		
forgiveness and other business	forgiveness of certain loans,	enactment of the CARES Act.		
financial assistance under the	emergency EIDL grants, and			
coronavirus relief legislation.	certain loan repayment			
	assistance, each as provided by			
	the CARES Act.			



The provision also clarifies that deductions are allowed for otherwise deductible expenses paid with the amounts not included in income by this section, and that tax basis and other attributes will not be reduced as a result of those amounts being excluded from gross income.

The provision is effective for tax years ending after date of enactment of the CARES Act.
The provision provides similar treatment for Targeted EIDL advances and Grants for Shuttered Venue Operators, effective for tax years ending after the date of enactment of the provision.

Continuation of Current Aggregate Cap Calculation

Section 404: Continuing current hospice aggregate cap calculation until FY 2030.

This section extends the change to the annual updates to the hospice aggregate cap made in the Improving Medicare Post-Acute Care Transformation Act (IMPACT Act) of 2014 and applies the hospice payment update percentage rather than the Consumer Price Index for Urban Consumers (CPI–U) to the hospice aggregate cap for fiscal years 2026 through 2030.

Current cap calculation based on payment rate update is extended through FY 2030.

Changes and New Provisions in Hospice Surveys and Oversight

Section 407: Hospice program integrity

HR 5821 – HOSPICE Act was included, as amended

Enactment dates for specific provisions are listed below

Establishing hospice program survey and enforcement procedures under the Medicare program

This section makes changes to the Medicare hospice survey



	and certification process to improve consistency and oversight.	
Survey frequency	Extends the requirement that hospices be surveyed no less frequently than once every 36 months.	Makes the "every 36 months" requirement for hospice surveys permanent
Surveyor guidance	Surveys conducted by more than one person will be conducted by a multidisciplinary team.	For all surveys conducted on or after October 1, 2021
Surveyor Conflict of Interest	States may not use anyone who has been a member of staff of the surveyed hospice within the past two years, or anyone with a financial interest in the hospice, as a surveyor.	Beginning on October 1, 2021
Surveyor training requirements	The HHS Secretary shall provide training for state and national surveyors, and any surveyor employed by a national accreditation body.	All surveyors must complete training no later than October 1, 2021
Required inclusion of form CMS-2567 in survey reports	National accreditation bodies must include form CMS-2567 in the reports on surveys conducted on or after October 1, 2021.	Beginning on October 1, 2021
Survey Transparency	Results of certification surveys done by state or local survey agency and each accreditation body to be published by the HHS Secretary.	No later than October 1, 2022
Additional sanctions	The HHS Secretary will develop remedies [sanctions] for noncompliant hospices, and procedures for appealing determinations regarding these remedies. The Secretary will also determine the procedures through which these remedies apply.	No later than October 1, 2022
Special Focus Program	Creates a new Special Focus Program for poor-performing hospice providers, who will be	No later than October 1, 2021



	surveyed not less than once every six months.	
Increase in penalties for	Increases the penalty for	Data collection year beginning
hospices not reporting quality	hospices not reporting quality	October 1, 2021 (FY 2022)
data to CMS	data to the Secretary from two	
	to four percentage points,	Annual Payment Update (APU)
	beginning in fiscal year 2024. To	Update beginning in FY 2024
	avoid the 4% payment withhold,	
	the hospice must comply with	
	HQRP and hospice CAHPS	
	requirements in FY 2022,	
	beginning October 1, 2021.	
GAO report on impact of	The GAO will submit a report to	No later than December 27,
remedies on hospice care	Congress on the impact of	2023(three years from
	newly enacted remedies on	enactment)
	hospice care.	

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