

(Millions of dollars, by fiscal year) 2017- 2017-  
2021 2026

**CHANGES IN DIRECT SPENDING**

**DIVISION A—21ST CENTURY CURES<sup>a</sup>**

**TITLE II—DISCOVERY**

Sec. 2043 - Reimbursement for Research Substances and Living Organisms

Estimated Budget Authority	*	*	*	*	*	*	*	*	*	*	*	*
Estimated Outlays	*	*	*	*	*	*	*	*	*	*	*	*

**TITLE III—DEVELOPMENT**

Sec. 3093 - Encouraging Vaccine Innovation

Estimated Budget Authority	0	0	1	1	0	0	0	0	0	0	2	4
Estimated Outlays	0	0	1	1	0	0	0	0	0	0	2	4

**TITLE IV—DELIVERY**

Sec. 4011 - Medicare Site-of-Service Price Transparency

Estimated Budget Authority	1	5	0	0	0	0	0	0	0	0	6	6
Estimated Outlays	1	5	0	0	0	0	0	0	0	0	6	6

**TITLE V—SAVINGS**

Sec. 5001 - Medicare Improvement Fund

Estimated Budget Authority	0	0	0	0	112	66	0	0	0	0	112	177
Estimated Outlays	0	0	0	0	112	66	0	0	0	0	112	177

Sec. 5002 - Medicaid Reimbursement for Durable Medical Equipment

Estimated Budget Authority	0	-275	-95	0	0	0	0	0	0	0	-370	-370
Estimated Outlays	0	-275	-95	0	0	0	0	0	0	0	-370	-370

Sec. 5004 - Reducing Overpayments of Infusion Drugs

Estimated Budget Authority	-30	-50	-55	-60	-65	-70	-75	-80	-85	-90	-260	-660
Estimated Outlays	-30	-50	-55	-60	-65	-70	-75	-80	-85	-90	-260	-660

Sec. 5005 - Oversight of Termination of Medicaid Providers

Estimated Budget Authority	0	-1	-2	-3	-3	-3	-4	-4	-4	-4	-9	-28
Estimated Outlays	0	-1	-2	-3	-3	-3	-4	-4	-4	-4	-9	-28

Sec. 5006 - Publication of Provider Directory

Estimated Budget Authority	2	5	1	1	1	1	1	1	1	1	9	13
Estimated Outlays	2	5	1	1	1	1	1	1	1	1	9	13

Sec. 5007 - Medicaid Supplemental Needs Trusts

Estimated Budget Authority	0	1	1	1	1	1	1	1	1	1	4	9
Estimated Outlays	0	1	1	1	1	1	1	1	1	1	4	9

Sec. 5008 - Agents Used for Cosmetic Purposes or Hair Growth

Estimated Budget Authority	-1	-4	-4	-5	-5	-5	-6	-6	-6	-7	-19	-48
Estimated Outlays	-1	-4	-4	-5	-5	-5	-6	-6	-6	-7	-19	-48

Sec. 5009 - Amendment to the Prevention and Public Health Fund

Estimated Budget Authority	0	-350	-350	-500	-500	-500	-1,000	-300	0	0	-1,700	-3,500
Estimated Outlays	0	-84	-182	-345	-427	-482	-620	-590	-505	-226	-1,038	-3,461

(continued)

Direct Spending And Revenue Effects For H.R. 34, The 21st Century Cures Act

RULES COMMITTEE PRINT 114-67, as amended by Amendment Number 5 (Upton), November 29, 2016

(Millions of dollars, by fiscal year)	2017	2018	2019	2020	2021	2022	2023	2024	2025	2026	2017-	2017-
											2021	2026
<b>Sec. 5010 - Strategic Petroleum Reserve Drawdown</b>												
Budget Authority	-380	-385	-275	0	0	0	0	0	0	0	-1,040	-1,040
Estimated Outlays	-380	-385	-275	0	0	0	0	0	0	0	-1,040	-1,040
<b>Sec. 5011 - Rescission of Portion of ACA Territory Funding</b>												
Budget Authority	-464	0	0	0	0	0	0	0	0	0	-464	-464
Estimated Outlays	0	0	0	0	0	0	0	0	0	0	0	0
<b>Sec. 5012 - Medicare Coverage of Home Infusion Therapy</b>												
Estimated Budget Authority	0	0	0	0	-12	-33	-49	-67	-86	-125	-12	-372
Estimated Outlays	0	0	0	0	-12	-33	-49	-67	-86	-125	-12	-372
<b>Division A Subtotal, Changes in Direct Spending<sup>a</sup></b>												
<b>Estimated Budget Authority</b>	<b>-872</b>	<b>-1,054</b>	<b>-779</b>	<b>-565</b>	<b>-471</b>	<b>-543</b>	<b>-1,132</b>	<b>-454</b>	<b>-179</b>	<b>-223</b>	<b>-3,742</b>	<b>-6,273</b>
<b>Estimated Outlays</b>	<b>-408</b>	<b>-788</b>	<b>-611</b>	<b>-410</b>	<b>-398</b>	<b>-525</b>	<b>-752</b>	<b>-744</b>	<b>-684</b>	<b>-449</b>	<b>-2,616</b>	<b>-5,770</b>
<b><u>DIVISION B—HELPING FAMILIES IN MENTAL HEALTH CRISIS</u></b>												
<b>TITLE XII—MEDICAID MENTAL HEALTH COVERAGE</b>												
<b>Sec. 12005 - Providing EPSDT Services to Children in IMDs</b>												
Estimated Budget Authority	0	0	23	33	34	35	37	39	41	43	90	285
Estimated Outlays	0	0	23	33	34	35	37	39	41	43	90	285
<b>Sec. 12006 - Electronic Visit Verification System Required for Personal Care Services and Home Health Care Services Under Medicaid</b>												
Estimated Budget Authority	0	0	-11	-21	-30	-39	-43	-46	-48	-52	-61	-290
Estimated Outlays	0	0	-11	-21	-30	-39	-43	-46	-48	-52	-61	-290
<b>Division B Subtotal, Changes in Direct Spending</b>												
<b>Estimated Budget Authority</b>	<b>0</b>	<b>0</b>	<b>13</b>	<b>12</b>	<b>4</b>	<b>-4</b>	<b>-6</b>	<b>-7</b>	<b>-7</b>	<b>-9</b>	<b>29</b>	<b>-5</b>
<b>Estimated Outlays</b>	<b>0</b>	<b>0</b>	<b>13</b>	<b>12</b>	<b>4</b>	<b>-4</b>	<b>-6</b>	<b>-7</b>	<b>-7</b>	<b>-9</b>	<b>29</b>	<b>-5</b>
<b><u>DIVISION C—MEDICARE AND OTHER HEALTH PROVISIONS</u></b>												
<b>TITLE XV—PROVISIONS RELATING TO MEDICARE PART A<sup>b</sup></b>												
<b>Sec. 15001 - Medicare Study for HCPCS Version of MS-DRG Codes for Similar Hospital Services</b>												
Estimated Budget Authority	0	0	0	0	0	0	0	0	0	0	0	0
Estimated Outlays	0	0	0	0	0	0	0	0	0	0	0	0
<b>Sec. 15002 - Establishing Beneficiary Equity in the Medicare Hospital Readmission Program</b>												
Estimated Budget Authority	0	0	0	0	0	0	0	0	0	0	0	0
Estimated Outlays	0	0	0	0	0	0	0	0	0	0	0	0
<b>Sec. 15003 - Five-year Extension of the Rural Community Hospital Demonstration Program</b>												
Estimated Budget Authority	29	101	-30	-78	0	0	-6	-19	-17	0	22	-21
Estimated Outlays	29	101	-30	-78	0	0	-6	-19	-17	0	22	-21
<b>Sec. 15004 - Regulatory Relief for LTCHs</b>												
Estimated Budget Authority	-1	5	10	0	-2	-2	-2	-2	-3	-3	12	0
Estimated Outlays	-1	5	10	0	-2	-2	-2	-2	-3	-3	12	0

(continued)

Direct Spending And Revenue Effects For H.R. 34, The 21st Century Cures Act

RULES COMMITTEE PRINT 114-67, as amended by Amendment Number 5 (Upton), November 29, 2016

	2017	2018	2019	2020	2021	2022	2023	2024	2025	2026	2017- 2021	2017- 2026
<b>(Millions of dollars, by fiscal year)</b>												
Sec. 15005 - Savings from IPPS MACRA Pay-for-Through not Applying Documentation and Coding Adjustments												
Estimated Budget Authority	0	-60	-70	-75	-80	-90	-90	-90	-100	-105	-285	-760
Estimated Outlays	0	-60	-70	-75	-80	-90	-90	-90	-100	-105	-285	-760
Sec. 15006-15010 - Changes to LTCH Payment Rules												
Estimated Budget Authority	51	5	2	0	0	0	0	0	0	0	58	58
Estimated Outlays	51	5	2	0	0	0	0	0	0	0	58	58
<b>TITLE XVI—PROVISIONS RELATING TO MEDICARE PART B<sup>b</sup></b>												
Sec. 16001 - Continuing Medicare Payment Under HOPD Prospective Payment System for Services Furnished by Mid-Build Off-Campus Outpatient Departments of Providers												
Estimated Budget Authority	20	50	60	70	80	90	90	90	100	110	280	760
Estimated Outlays	20	50	60	70	80	90	90	90	100	110	280	760
Sec. 16002 - Treatment of Cancer Hospitals in Off-Campus Outpatient Department of a Provider Policy												
Estimated Budget Authority	5	5	5	5	0	0	-5	-5	-5	-5	20	0
Estimated Outlays	5	5	5	5	0	0	-5	-5	-5	-5	20	0
Sec. 16003 - Treatment of Eligible Professionals in Ambulatory Surgical Centers for Meaningful Use and MIPS												
Estimated Budget Authority	4	9	4	0	0	0	0	0	0	0	17	17
Estimated Outlays	4	9	4	0	0	0	0	0	0	0	17	17
Sec. 16004 - Continuing Access to Hospitals Act of 2016												
Estimated Budget Authority	0	0	0	0	0	0	0	0	0	0	0	0
Estimated Outlays	0	0	0	0	0	0	0	0	0	0	0	0
Sec. 16005 - Delay of Implementation of Medicare Fee Schedule Adjustments for Wheelchair Accessories and Seating Systems When Used in Conjunction With Complex Rehabilitation Technology Wheelchairs												
Estimated Budget Authority	20	-2	-2	-2	0	0	0	0	0	0	15	15
Estimated Outlays	20	-2	-2	-2	0	0	0	0	0	0	15	15
Sec. 16006 - Allowing Physical Therapists to Utilize Locum Tenens Arrangements Under Medicare												
Estimated Budget Authority	0	1	1	2	3	3	3	3	4	4	7	24
Estimated Outlays	0	1	1	2	3	3	3	3	4	4	7	24
Sec. 16007 - Extension of the Transition to New Payment Rates for Durable Medical Equipment Under the Medicare Program												
Estimated Budget Authority	61	-5	-5	-5	0	0	0	0	0	0	46	46
Estimated Outlays	61	-5	-5	-5	0	0	0	0	0	0	46	46
Sec. 16008 - Requirements in Determining Adjustments Using Information From Competitive Bidding Programs												
Estimated Budget Authority	0	0	0	0	0	0	0	0	0	0	0	0
Estimated Outlays	0	0	0	0	0	0	0	0	0	0	0	0

(continued)

Direct Spending And Revenue Effects For H.R. 34, The 21st Century Cures Act

RULES COMMITTEE PRINT 114-67, as amended by Amendment Number 5 (Upton), November 29, 2016

											2017-	2017-
(Millions of dollars, by fiscal year)	2017	2018	2019	2020	2021	2022	2023	2024	2025	2026	2021	2026
<b>TITLE XVII—OTHER MEDICARE PROVISIONS<sup>b</sup></b>												
Sec. 17001 - Delay in Authority to Terminate Contracts for MA Plans Failing to Achieve Minimum Quality												
Ratings												
Estimated Budget Authority	0	-5	-10	-5	0	0	0	0	0	0	-20	-20
Estimated Outlays	0	-5	-10	-5	0	0	0	0	0	0	-20	-20
Sec. 17002 - Requirement for Enrollment Data Reporting for Medicare												
Estimated Budget Authority	0	0	0	0	0	0	0	0	0	0	0	0
Estimated Outlays	0	0	0	0	0	0	0	0	0	0	0	0
Sec. 17003 - Updating the Welcome to Medicare Package												
Estimated Budget Authority	0	0	0	0	0	0	0	0	0	0	0	0
Estimated Outlays	0	0	0	0	0	0	0	0	0	0	0	0
Sec. 17004 - No Payment for Items and Services Furnished by Newly Enrolled Providers or Suppliers Within a Temporary Moratorium Area												
Estimated Budget Authority	0	-1	-1	-1	-1	-1	-1	-1	-1	-1	-5	-11
Estimated Outlays	0	-1	-1	-1	-1	-1	-1	-1	-1	-1	-5	-11
Sec. 17005 - Preservation of Medicare Beneficiary Choice Under Medicare Advantage												
Estimated Budget Authority	0	0	10	10	10	10	10	15	15	15	30	95
Estimated Outlays	0	0	10	10	10	10	10	15	15	15	30	95
Sec. 17006 - Allowing End-Stage Renal Dialysis Beneficiaries to Choose a Medicare Advantage Plan												
Estimated Budget Authority	0	0	0	0	0	0	0	0	0	0	0	0
Estimated Outlays	0	0	0	0	0	0	0	0	0	0	0	0
Sec. 17007 - Improvements to the Assignment of Beneficiaries Under the Medicare Shared Savings Program												
Estimated Budget Authority	0	0	0	4	4	4	4	4	4	4	9	31
Estimated Outlays	0	0	0	4	4	4	4	4	4	4	9	31
<b>TITLE XVIII—OTHER PROVISIONS</b>												
Sec. 18001 - Exception from Group Health Plan Requirements for Qualified Small Employer Health Reimbursement Arrangements												
Estimated Budget Authority	27	30	32	34	36	38	40	40	42	44	159	363
Estimated Outlays	27	30	32	34	36	38	40	40	42	44	159	363
<b>Division C Subtotal, Changes in Direct Spending</b>												
Estimated Budget Authority	216	132	6	-40	50	52	43	35	39	63	364	596
Estimated Outlays	216	132	6	-40	50	52	43	35	39	63	364	596
<b>Total Changes in Direct Spending</b>												
Estimated Budget Authority	-656	-922	-760	-593	-417	-494	-1,095	-427	-148	-169	-3,348	-5,682
Estimated Outlays	-192	-656	-592	-438	-344	-476	-715	-717	-653	-395	-2,222	-5,179

(continued)

Direct Spending And Revenue Effects For H.R. 34, The 21st Century Cures Act  
 RULES COMMITTEE PRINT 114-67, as amended by Amendment Number 5 (Upton), November 29, 2016

(Millions of dollars, by fiscal year)	2017	2018	2019	2020	2021	2022	2023	2024	2025	2026	2017-2021	2017-2026
<b>CHANGES IN REVENUES<sup>c</sup></b>												
<b>DIVISION A—21ST CENTURY CURES<sup>a</sup></b>												
Sec. 3060 - Clarifying Medical Software Regulation												
On-budget	*	*	*	*	*	*	*	*	*	*	*	*
Sec. 5003 - Civil Monetary Penalties												
On-budget	1	3	3	3	4	4	4	4	4	4	14	32
<b>DIVISION C—MEDICARE AND OTHER HEALTH PROVISIONS</b>												
Sec. 18001 - Exception from Group Health Plan Requirements for Qualified Small Employer Health Reimbursement Arrangements												
On-budget	-135	-50	-53	18	39	54	72	108	133	178	-181	363
Off-budget	-46	-21	-22	13	23	31	40	57	69	91	-54	234
<b>Total Changes in On-Budget Revenues</b>	<b>-134</b>	<b>-47</b>	<b>-50</b>	<b>21</b>	<b>43</b>	<b>58</b>	<b>76</b>	<b>112</b>	<b>137</b>	<b>182</b>	<b>-168</b>	<b>395</b>
<b>Total Changes in Unified-Budget Revenues</b>	<b>-180</b>	<b>-68</b>	<b>-72</b>	<b>34</b>	<b>66</b>	<b>89</b>	<b>116</b>	<b>169</b>	<b>206</b>	<b>273</b>	<b>-222</b>	<b>630</b>

**NET DECREASE (-) IN THE DEFICIT**

<b>Total Changes in On-Budget Deficits</b>	<b>-57</b>	<b>-609</b>	<b>-542</b>	<b>-459</b>	<b>-387</b>	<b>-534</b>	<b>-790</b>	<b>-829</b>	<b>-790</b>	<b>-577</b>	<b>-2,055</b>	<b>-5,575</b>
<b>Total Changes in Unified-Budget Deficits</b>	<b>-11</b>	<b>-588</b>	<b>-520</b>	<b>-472</b>	<b>-410</b>	<b>-565</b>	<b>-830</b>	<b>-886</b>	<b>-859</b>	<b>-668</b>	<b>-2,001</b>	<b>-5,809</b>

Sources: Congressional Budget Office; staff of the Joint Committee on Taxation (JCT).

Notes: Components may not sum to totals because of rounding; \* = an increase or decrease of less than \$500,000.

CBO has not estimated the effects of the legislation on spending subject to appropriation.

CBO estimates that enacting Rules Committee Print 114-67 as amended by Amendment Number 5 (Upton), the 21st Century Cures Act, would not increase net direct spending or on-budget deficits in any of the four consecutive 10-year periods beginning in 2027.

a. Title I of Division A would transfer a total of \$6.3 billion over the 2017 – 2026 period to three accounts (the National Institutes of Health Innovation Account, the Food and Drug Administration Innovation Account, and the Account for the State Response to the Opioid Abuse Crisis) and authorize the appropriation of those amounts over the same period. If future appropriations are made for the purposes authorized for the accounts, the bill would direct CBO to subtract up to the transferred amounts from any estimate of budget authority and the resulting outlays. Amounts transferred to the accounts and authorized to be appropriated under Title I of Division A are shown below:

(Millions of dollars, by fiscal year)	2017	2018	2019	2020	2021	2022	2023	2024	2025	2026	2017-2021	2017-2026
Division A Estimated Budget Authority	-872	-1,054	-779	-565	-471	-543	-1,132	-454	-179	-223	-3,742	-6,273
Division A Estimated Outlays	-408	-788	-611	-410	-398	-525	-752	-744	-684	-449	-2,616	-5,770
Division A Estimated Revenues <sup>c</sup>	1	3	3	3	4	4	4	4	4	4	14	32
<b>Amount Designated for Innovation Project Offsets:</b>												
<b>Budget Authority Savings Plus Revenues</b>	<b>-873</b>	<b>-1,057</b>	<b>-782</b>	<b>-568</b>	<b>-475</b>	<b>-547</b>	<b>-1,136</b>	<b>-458</b>	<b>-183</b>	<b>-227</b>	<b>-3,755</b>	<b>-6,306</b>
NIH Innovation Account Transfers	352	496	711	492	404	496	1,085	407	127	226	2,455	4,796
FDA Innovation Account Transfers	20	60	70	75	70	50	50	50	55	0	295	500
Account for the State Response to the Opioid Abuse Crisis Transfers	<u>500</u>	<u>500</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>1,000</u>	<u>1,000</u>
<b>Total Transfers Authorized to be Appropriated</b>	<b>872</b>	<b>1,056</b>	<b>781</b>	<b>567</b>	<b>474</b>	<b>546</b>	<b>1,135</b>	<b>457</b>	<b>182</b>	<b>226</b>	<b>3,750</b>	<b>6,296</b>

b. All Medicare provisions include interactions with MA payments, the effect on Medicare Part A and B premiums, and TRICARE.

c. Positive numbers indicate an increase in revenues.

ACA = Affordable Care Act; EPSDT = Early and Periodic Screening, Diagnostic, and Treatment; HCPCS = Healthcare Common Procedure Coding System; HOPD = Hospital outpatient department; IMD = institution for mental diseases; IPPS = Inpatient Prospective Payment System; LTCH = Long-Term Care Hospitals; MA = Medicare Advantage; MACRA = Medicare Access and Children’s Health Insurance Program Reauthorization Act of 2015; MIPS = Merit-based Incentive Payment System; MS-DRG = Medicare Severity-Diagnosis Related Group; TRICARE = the health plan operated by the Department of Defense.