A BILL FOR AN ACT

RELATING TO HEALTH.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

1	SECTION 1. Section 302 of the Medicare Modernization Act
2	of 2003 established requirements for a new competitive bidding
3	program for certain durable medical equipment, prosthetics,
4	orthotics, and supplies. Under the program, suppliers compete
5	to become medicare contract suppliers by submitting bids to
6	furnish certain items in competitive bidding areas, and the
7	Centers for Medicare and Medicaid Services awards contracts to
8	enough suppliers to meet beneficiary demand for the bid items.
9	The purpose of this Act is to require vendors who have been
10	awarded contracts through the Centers for Medicare and Medicaid
11	Services durable medical equipment, prosthetics, orthotics, and
12	supplies bidding program to provide supplies to the residents of
13	the State to have a physical presence in Hawaii.
14	SECTION 2. Chapter 346, Hawaii Revised Statutes, is
15	amended by adding a new section to be appropriately designated

- 17 <u>"§346-</u> <u>Durable medical equipment, prosthetics,</u>
- 18 orthotics, and supplies competitive bidding program; awardee



and to read as follows:

16

1	requirements. (a) Any vendor or supplier that is awarded a
2	contract through the Centers for Medicare and Medicaid Service
3	durable medical equipment, prosthetics, orthotics, and supplie
4	bidding program to furnish such items or services set out in
5	Section 1834(a)(20) of the Social Security Act to the resident
6	of the State shall have a physical presence in the State.
7	(b) For purposes of this section, "physical presence"
8	means:
9	(1) Having a physical location in the State; or
10	(2) Establishing an administrative office in the State is
11	order to:
12	(A) Provide information and customer service to
13	consumers about supplies and services; and
14	(B) Maintain a business registration, mailing
15	address, street address, or telephone number in
16	the State."
17	SECTION 3. New statutory material is underscored.
18	SECTION 4. This Act shall take effect on July 1, 2150.

Report Title:

Centers for Medicare and Medicaid Services; Physical Presence; Durable Medical Equipment, Prosthetics, Orthotics, and Supplies; Bidding Program

Description:

Requires vendors who have been awarded contracts through the Centers for Medicare and Medicaid Services durable medical equipment, prosthetics, orthotics, and supplies bidding program to have a physical presence in Hawaii. Effective July 1, 2150. (SB2031 HD1)

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.