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 |
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| 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 |

- amended by adding a new section to be appropriately designated and to read as follows:
- 17 "§346- Durable medical equipment, prosthetics,
- orthotics, and supplies competitive bidding program; awardee



| 1 | requirements. (a) Any vendor or supplier that is awarded a |
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| 2 | contract through the Centers for Medicare and Medicaid Services |
| 3 | durable medical equipment, prosthetics, orthotics, and supplies |
| 4 | bidding program to furnish such items or services set out in |
| 5 | Section 1834(a)(20) of the Social Security Act to the residents |
| 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 in |
| 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, 2050. |

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 7/1/2050. (SD2)

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