

May 18, 2017

SUBMITTED ELECTRONICALLY

Re: Request to Cosponsor S. 794, the Local Coverage and Determination Clarification Act

Dear Senator:

The undersigned members of the Independence Through Enhancement of Medicare and Medicaid (ITEM) Coalition respectfully request that you cosponsor S. 794, the *Local Coverage Determination Clarification Act*. This important legislation would help ensure basic procedural fairness in Local Coverage Determinations (LCDs), and thereby provide an important Medicare beneficiary protection that is often lacking in local coverage decisions.

The ITEM Coalition is a national consumer and clinician-led coalition advocating for access to and coverage of assistive devices, technologies, and related services for persons with injuries, illnesses, disabilities, and chronic conditions of all ages. Our members represent individuals with a wide range of disabling conditions, as well as the providers who serve them, including such conditions as multiple sclerosis, spinal cord injuries, brain injuries, stroke, paralysis, limb loss, cerebral palsy, hearing and speech impairments, visual impairments, vision loss, spina bifida, myositis, and other life-altering conditions.

Given the ITEM Coalition's membership and mission, legislation that seeks to improve access to care and Medicare beneficiary protections is a high priority. S. 794 directly addresses long-standing problems of access to care and adds beneficiary coverage protections by improving the transparency and accountability of the opaque LCD process.

As you may know, Medicare coverage policy decisions are made nationally and locally. National coverage decisions (NCDs) are developed by the Centers for Medicare and Medicaid Services (CMS) to describe the circumstances under which Medicare will cover an item or service on a nationwide basis. LCDs are developed by Medicare Administrative Contractors (MACs) to establish coverage or non-coverage of a particular item or service on a contractor-wide basis. MACs may make coverage decisions where CMS has not made a national coverage determination or where the rules are vague regarding a specific procedure or device. LCD policy may not, however, conflict with an NCD. Moreover, contractors are allowed to adopt other MACs draft LCDs. This authority to issue the same or similar local coverage decisions effectively transforms an LCD into a national one without having to follow the more rigorous national coverage determination requirements.

As a result of contractor reforms that have taken place over the past several years, local MACs are now responsible for much larger jurisdictions, and there are fewer opportunities for stakeholders to interact with the contractor medical directors who make local medical policies.

As the current program stands, coverage decisions by one MAC could impact beneficiaries in multiple states, with little room for input or involvement from the many stakeholders affected by those decisions. Ultimately, although CMS' Program Integrity Manual instructs MACs on how to develop LCDs, the current process lacks transparency and sufficient stakeholder involvement to ensure decisions are in the best interests of patients.

In light of these challenges, it is imperative that improvements are made to the LCD process to enhance openness and transparency and improve accountability. S. 794 addresses those challenges.

S. 794 would require Medicare contractors to establish a timely and open process for developing LCDs that includes open public meetings, meetings with stakeholders, an open comment period for the development of draft policies, and posting of responses to comments received, as well as a description of all evidence relied upon and considered when drafting a coverage determination. Furthermore, S. 794 would require MACs seeking to adopt another MAC's LCD proposal to independently evaluate and consider the evidence needed to make a coverage determination. Finally, S. 794 would provide physicians and suppliers with a meaningful reconsideration process, and a designated Medicare Reviews and Appeals Ombudsman to provide administrative and technical assistance in filing requests and appeals.

Medicare beneficiaries, providers, and suppliers deserve the right to participate in the coverage determination process. The current lack of transparency and stakeholder involvement means that millions of Medicare beneficiaries ultimately are left without a voice in the determination of what innovative health care services are offered in their region. S. 794 would improve the LCD process and will serve to ensure decisions about Medicare beneficiaries' coverage determinations are made with greater transparency and accountability. For that reason, we ask for your support of S. 794, and urge you to cosponsor and pass this important legislation.

We are happy to meet to discuss this issue further and are available for any questions that you might have. To contact the ITEM Coalition, please contact any of the Steering Committee Members listed below or contact the ITEM Coalition coordinators, Peter Thomas, at Peter.Thomas@PowersLaw.com or Leif Brierley at Leif.Brierley@PowersLaw.com, or by calling 202-466-6550.

Sincerely,

ITEM Coalition Steering Committee

American Foundation for the Blind Amputee Coalition Christopher and Dana Reeve Foundation National Multiple Sclerosis Society Paralyzed Veterans of America United Spinal Association

ITEM Coalition Signatories

Academy of Spinal Cord Injury Professionals ACCSES (continued on next page)

American Academy of Physical Medicine & Rehabilitation

American Association on Health and Disability

American Cochlear Implant Alliance

American Congress of Rehabilitation Medicine

American Occupational Therapy Association

American Physical Therapy Association

American Speech-Language-Hearing Association

American Therapeutic Recreation Association

Assistive Technology Industry Association

Association for Education and Rehabilitation of the Blind and Visually Impaired (AER)

Association of Assistive Technology Act Programs

Brain Injury Association of America

Caregiver Action Network

Center for Medicare Advocacy

Clinician Task Force

Lakeshore Foundation

National Association for the Advancement of Orthotics and Prosthetics

National Disability Rights Network

Rehabilitation Engineering and Assistive Technology Society of North America

Spina Bifida Association

The Arc of the United States

The Myositis Association

The Simon Foundation for Continence

Unite 2 Fight Paralysis

United Cerebral Palsy