

107<sup>TH</sup> CONGRESS  
1<sup>ST</sup> SESSION

# H. R. 1556

To amend title XVIII of the Social Security Act to increase the amount of payment for inpatient hospital services under the Medicare Program, and to freeze the reduction in payments to hospitals for indirect costs of medical education.

---

## IN THE HOUSE OF REPRESENTATIVES

APRIL 24, 2001

Mr. FOLEY (for himself and Mr. NEAL of Massachusetts) introduced the following bill; which was referred to the Committee on Ways and Means, and in addition to the Committee on Energy and Commerce, for a period to be subsequently determined by the Speaker, in each case for consideration of such provisions as fall within the jurisdiction of the committee concerned

---

## A BILL

To amend title XVIII of the Social Security Act to increase the amount of payment for inpatient hospital services under the Medicare Program, and to freeze the reduction in payments to hospitals for indirect costs of medical education.

1       *Be it enacted by the Senate and House of Representa-*  
2       *tives of the United States of America in Congress assembled,*

3       **SECTION 1. SHORT TITLE.**

4       This Act may be cited as the “American Hospital  
5       Preservation Act of 2001”.

1 **SEC. 2. RESTORING FULL MARKET BASKET UPDATE FOR**  
2 **INPATIENT PPS HOSPITALS.**

3 Section 1886(b)(3)(B)(i) of the Social Security Act  
4 (42 U.S.C. 1395ww(b)(3)(B)(i)), as amended by section  
5 301(a) of BIPA (114 Stat. 2763A–491), is amended—

6 (1) in subclause (XV), by adding “and” at the  
7 end;

8 (2) in subclause (XVI)—

9 (A) by inserting “and each subsequent fis-  
10 cal year” after “for fiscal year 2001”; and

11 (B) by striking “; and” and inserting a pe-  
12 riod; and

13 (3) by striking subclauses (XVII), (XVIII), and  
14 (XIX).

15 **SEC. 3. FREEZING INDIRECT MEDICAL EDUCATION (IME)**  
16 **ADJUSTMENT PERCENTAGE AT 6.5 PERCENT.**

17 (a) IN GENERAL.—Section 1886(d)(5)(B)(ii) of the  
18 Social Security Act (42 U.S.C. 1395ww(d)(5)(B)(ii)), as  
19 amended by section 302(a) of BIPA (114 Stat. 2763A–  
20 493), is amended—

21 (1) in subclause (V), by adding “and” at the  
22 end; and

23 (2) by striking subclauses (VI) and (VII) and  
24 inserting the following:

25 “(VI) on or after October 1,  
26 2001, ‘e’ is equal to 1.6.”.

1 (b) CONFORMING AMENDMENT RELATING TO DE-  
2 TERMINATION OF STANDARDIZED AMOUNT.—Section  
3 1886(d)(2)(C)(i) of the Social Security Act (42 U.S.C.  
4 1395ww(d)(2)(C)(i)), as amended by section 302(c) of  
5 BIPA (114 Stat. 2763A–493), is amended—

6 (1) by striking “1999 or” and inserting  
7 “1999,”; and

8 (2) by inserting “, or the American Hospital  
9 Preservation Act of 2001” after “2000”.

10 **SEC. 4. REFERENCES TO BIPA.**

11 In this Act, the term “BIPA” means the Medicare,  
12 Medicaid, and SCHIP Benefits Improvement and Protec-  
13 tion Act of 2000 (Appendix F, 114 Stat. 2763A–463), as  
14 enacted into law by section 1(a)(6) of Public Law 106–  
15 554.

○