

§ 416.140

were established. After reviewing public comments, CMS publishes a notice establishing the rates authorized by this section. In setting these rates, CMS may adopt reasonable classifications of facilities and may establish different rates for different types of surgical procedures.

[47 FR 34094, Aug. 5, 1982, as amended at 56 FR 8844, Mar. 1, 1991]

§ 416.140 Surveys.

(a) *Timing, purpose, and procedures.* (1) No more often than once a year, CMS conducts a survey of a randomly selected sample of participating ASCs to collect data for analysis or reevaluation of payment rates.

(2) CMS notifies the selected ASCs by mail of their selection and of the form and content of the report the ASCs are required to submit within 60 days of the notice.

(3) If the facility does not submit an adequate report in response to CMS's survey request, CMS may terminate the agreement to participate in the Medicare program as an ASC.

(4) CMS may grant a 30-day postponement of the due date for the survey report if it determines that the facility has demonstrated good cause for the delay.

(b) *Requirements for ASCs.* ASCs must—

(1) Maintain adequate financial records, in the form and containing the data required by CMS, to allow determination of the payment rates for covered surgical procedures furnished to Medicare beneficiaries under this subpart.

(2) Within 60 days of a request from CMS submit, in the form and detail as may be required by CMS, a report of—

(i) Their operations, including the allowable costs actually incurred for the period and the actual number and kinds of surgical procedures furnished during the period; and

(ii) Their customary charges for each surgical procedure furnished for the period.

[47 FR 34094, Aug. 5, 1982, as amended at 56 FR 8845, Mar. 1, 1991]

42 CFR Ch. IV (10-1-05 Edition)

§ 416.150 Beneficiary appeals.

A beneficiary (or ASC as his or her assignee) may request a hearing by a carrier (subject to the limitations and conditions set forth in part 405, subpart H of this chapter) if the beneficiary or the ASC—

(a) Is dissatisfied with a carrier's denial of a request for payment made on his or her behalf by an ASC;

(b) Is dissatisfied with the amount of payment; or

(c) Believes the request for payment is not being acted upon with reasonable promptness.

Subpart F—Adjustment in Payment Amounts for New Technology Intraocular Lenses Furnished by Ambulatory Surgical Centers

SOURCE: 64 FR 32205, June 16, 1999, unless otherwise noted.

§ 416.180 Definitions.

As used in this subpart, the following definitions apply:

Class of new technology intraocular lenses (IOLs) means all of the IOLs, collectively, that CMS determines meet the definition of "new technology IOL" under the provisions of this subpart.

Interested party means any individual, partnership, corporation, association, society, scientific or academic establishment, professional or trade organization, or any other legal entity.

New technology IOL means an IOL that CMS determines has been approved by the FDA for use in labeling and advertising the IOL's claims of specific clinical advantages and superiority over existing IOLs with regard to reduced risk of intraoperative or postoperative complication or trauma, accelerated postoperative recovery, reduced induced astigmatism, improved postoperative visual acuity, more stable postoperative vision, or other comparable clinical advantages.

New technology subset means a group of IOLs that CMS determines meet the criterion for being treated as new technology IOLs and that share a common feature or features that distinguish them from other IOLs. For example, all new technology IOLs that are made of

a particular bioengineered material could comprise one subset, while all that rely on a particular optical innovation could comprise another.

§ 416.185 Payment review process.

(a) CMS publishes a FEDERAL REGISTER notice announcing the deadline and requirements for submitting a request for CMS to review payment for an IOL.

(b) CMS receives a request to review the appropriateness of the payment amount for an IOL.

(c) CMS compiles a list of the requests it receives and identifies the IOL manufacturer's name, the model number of the IOL to be reviewed, the interested party or parties that submit requests, and a summary of the interested party's grounds for requesting review of the appropriateness of the IOL payment amount.

(d) CMS publishes the list of requests in a FEDERAL REGISTER notice with comment period, giving the public 30 days to comment on the IOLs for which review was requested.

(e) CMS reviews the information submitted with the request to review, any timely public comments that are submitted regarding the list of IOLs published in the FEDERAL REGISTER, and any other timely information that CMS deems relevant to decide whether to provide a payment adjustment as specified in § 416.200. CMS makes a determination of whether the IOL meets the definition of a new technology IOL in § 416.180.

(f) If CMS determines that a lens is a new technology IOL, CMS establishes a payment adjustment as follows:

(1) Before July 16, 2002—\$50.

(2) After July 16, 2002—\$50 or the amount announced through proposed and final rulemaking in connection with ambulatory surgical center services.

(g) CMS designates a predominant characteristic of a new technology IOL that both sets it apart from other IOLs and links it with other similar IOLs with the same characteristic to establish a specific subset of new technology within the "class of new technology IOLs."

(h) Within 90 days of the end of the comment period following the FEDERAL

REGISTER notice identified in paragraph (d) of this section, CMS publishes in the FEDERAL REGISTER its determinations with regard to IOLs that it has determined are "new technology" lenses that qualify for a payment adjustment.

(i) Payment adjustments are effective beginning 30 days after the publication of CMS's determinations in the FEDERAL REGISTER.

§ 416.190 Who may request a review.

Any party who is able to furnish the information required in § 416.195 may request that CMS review the appropriateness of the payment amount provided under section 1833(i)(2)(A)(iii) of the Act with respect to an IOL that meets the definition of a new technology IOL in § 416.180.

§ 416.195 A request to review.

(a) *Content of a request.* The request must include all of the following information:

(1) The name of the manufacturer, the model number, and the trade name of the IOL.

(2) A copy of the FDA's summary of the IOL's safety and effectiveness.

(3) A copy of the labeling claims of specific clinical advantages approved by the FDA for the IOL.

(4) A copy of the IOL's original FDA approval notification.

(5) Reports of modifications made after the original FDA approval.

(6) Other information that CMS finds necessary for identification of the IOL.

(b) *Confidential information.* To the extent that information received from an IOL manufacturer can reasonably be characterized as a trade secret or as privileged or confidential commercial or financial information, CMS maintains the confidentiality of the information and protects it from disclosure not otherwise authorized or required by Federal law as allowed under Exemption 4 of the Freedom of Information Act (5 U.S.C. 552(b)(4)) and, with respect to trade secrets, the Trade Secrets Act (18 U.S.C. 1905).

§ 416.200

§ 416.200 Application of the payment adjustment.

(a) CMS recognizes the IOL(s) that define a new technology subset for purposes of this subpart as belonging to the class of new technology IOLs for a period of 5 years effective from the date that CMS recognizes the first new technology IOL for a payment adjustment.

(b) Any IOL that CMS subsequently recognizes as belonging to a new technology subset receives the new technology payment adjustment for the remainder of the 5-year period established with CMS's recognition of the first IOL in the subset.

(c) Beginning 5 years after the effective date of CMS's initial recognition of a new technology subset, payment adjustments cease for all IOLs that CMS designates as belonging to that subset and payment reverts to the standard payment rate set under section 1833(i)(2)(A)(iii) of the Act for IOL insertion procedures performed in ASCs.

(d) ASCs that furnish an IOL designated by CMS as belonging to the class of new technology IOLs must submit claims using specific billing codes to receive the new technology IOL payment adjustment.

PART 417—HEALTH MAINTENANCE ORGANIZATIONS, COMPETITIVE MEDICAL PLANS, AND HEALTH CARE PREPAYMENT PLANS

Subpart A—General Provisions

Sec.

- 417.1 Definitions.
- 417.2 Basis and scope.

Subpart B—Qualified Health Maintenance Organizations: Services

- 417.101 Health benefits plan: Basic health services.
- 417.102 Health benefits plan: Supplemental health services.
- 417.103 Providers of basic and supplemental health services.
- 417.104 Payment for basic health services.
- 417.105 Payment for supplemental health services.
- 417.106 Quality assurance program; Availability, accessibility, and continuity of basic and supplemental health services.

42 CFR Ch. IV (10–1–05 Edition)

Subpart C—Qualified Health Maintenance Organizations: Organization and Operation

- 417.120 Fiscally sound operation and assumption of financial risk.
- 417.122 Protection of enrollees.
- 417.124 Administration and management.
- 417.126 Recordkeeping and reporting requirements.

Subpart D—Application for Federal Qualification

- 417.140 Scope.
- 417.142 Requirements for qualification.
- 417.143 Application requirements.
- 417.144 Evaluation and determination procedures.

Subpart E—Inclusion of Qualified Health Maintenance Organizations in Employee Health Benefits Plans

- 417.150 Definitions.
- 417.151 Applicability.
- 417.153 Offer of HMO alternative.
- 417.155 How the HMO option must be included in the health benefits plan.
- 417.156 When the HMO must be offered to employees.
- 417.157 Contributions for the HMO alternative.
- 417.158 Payroll deductions.
- 417.159 Relationship of section 1310 of the Public Health Service Act to the National Labor Relations Act and the Railway Labor Act.

Subpart F—Continued Regulation of Federally Qualified Health Maintenance Organizations

- 417.160 Applicability.
- 417.161 Compliance with assurances.
- 417.162 Reporting requirements.
- 417.163 Enforcement procedures.
- 417.164 Effect of revocation of qualification on inclusion in employee's health benefit plans.
- 417.165 Reapplication for qualification.
- 417.166 Waiver of assurances.

Subparts G–I [Reserved]

Subpart J—Qualifying Conditions for Medicare Contracts

- 417.400 Basis and scope.
- 417.401 Definitions.
- 417.402 Effective date of initial regulations.
- 417.404 General requirements.
- 417.406 Application and determination.
- 417.407 Requirements for a Competitive Medical Plan (CMP).
- 417.408 Contract application process.
- 417.410 Qualifying conditions: General rules.