[117H2812]

Tinde J. Jany	
(Original Signature of Member)	

118TH CONGRESS 2D SESSION

## H.R.

To amend titles XVIII and XIX of the Social Security Act to prohibit skilled nursing facilities and nursing facilities from using pre-dispute arbitration agreements with respect to residents of those facilities under the Medicare and Medicaid programs, and for other purposes.

## IN THE HOUSE OF REPRESENTATIVES

Ms.	SANCHEZ introduced	the	following	bill;	which	was	referred	l to	the
	Committee on								

## A BILL

To amend titles XVIII and XIX of the Social Security Act to prohibit skilled nursing facilities and nursing facilities from using pre-dispute arbitration agreements with respect to residents of those facilities under the Medicare and Medicaid programs, and for other purposes.

- 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 "Fairness in Nursing
- 5 Home Arbitration Act".

1	SEC. 2. PROHIBITING PRE-DISPUTE ARBITRATION AGREE-
2	MENTS.
3	(a) Medicare.—Section 1819(c) of the Social Secu-
4	rity Act (42 U.S.C. 1395i-3(c)) is amended by adding at
5	the end the following new paragraph:
6	"(7) Prohibition on use of pre-dispute
7	ARBITRATION AGREEMENTS.—
8	"(A) In general.—A skilled nursing fa-
9	cility may not require, solicit, accept, or move
10	to enforce a pre-dispute arbitration agreement
11	from or on behalf of any resident, whether the
12	agreement is made before, during, or after the
13	resident's admission to the facility.
14	"(B) Application.—This paragraph shall
15	apply to the skilled nursing facility and to any
16	other business or person providing or respon-
17	sible for providing skilled nursing services to
18	the resident.
19	"(C) No validity or enforcement.—A
20	pre-dispute arbitration agreement shall not be
21	valid or specifically enforceable against a resi-
22	dent or former resident of a skilled nursing fa-
23	cility, without regard to whether the agreement
24	was made prior to or after the effective date of
25	this paragraph.

1	"(D) Definition of Pre-dispute arbi-
2	TRATION AGREEMENT.—In this paragraph, the
3	term 'pre-dispute arbitration agreement' means
4	any agreement to arbitrate a dispute when the
5	dispute has arisen after such agreement has
6	been made.
7	"(E) Judicial review.—A determination
8	as to whether and how this paragraph applies
9	to an arbitration agreement shall be determined
10	under Federal law by a court of competent ju-
11	risdiction, rather than an arbitrator, without re-
12	gard to whether the party opposing arbitration
13	challenges such agreement specifically or in
14	conjunction with any other term of the contract
15	containing such agreement.".
16	(b) Medicaid.—
17	(1) Home and community-based services
18	AND HOME HEALTH CARE SERVICES.—Section 1915
19	of the Social Security Act (42 U.S.C. 1396n) is
20	amended by adding at the end the following new
21	subsection:
22	"(m) Prohibiting Pre-Dispute Arbitration
23	AGREEMENTS.—
24	"(1) In General.—For home and community-
25	based services or home health care services provided

1	under a waiver under this section, section
2	1902(a)(10)(D), or any other provision authorizing
3	the provision of home and community-based services
4	or home health care services under this title, the
5	provider of such services (and any employee, agent,
6	related entity, or affiliate of such provider) may not
7	require, solicit, accept, or move to enforce a pre-dis-
8	pute arbitration agreement from or on behalf of any
9	individual receiving such services, whether the agree-
10	ment is made before, during, or after the first date
11	on which services are received. A pre-dispute arbitra-
12	tion agreement between such a provider (or entity or
13	person) and an individual receiving services (or who
14	formerly received services) shall not be valid or en-
15	forceable, without regard to whether such agreement
16	was made prior to the effective date of this sub-
17	section.
18	"(2) Definition of Pre-dispute arbitra-
19	TION AGREEMENT.—The term 'pre-dispute arbitra-
20	tion agreement' means any agreement to arbitrate a
21	dispute when the dispute has arisen after such
22	agreement has been made.
23	"(3) JUDICIAL REVIEW.—A determination as to
24	whether and how this subsection applies to an arbi-
25	tration agreement shall be determined under Federal

1	law by a court of competent jurisdiction, rather than
2	an arbitrator, without regard to whether the party
3	opposing arbitration challenges such agreement spe-
4	cifically or in conjunction with any other term of the
5	contract containing such agreement.".
6	(2) Nursing facilities.—Section 1919(c) of
7	the Social Security Act (42 U.S.C. 1396r(c)) is
8	amended by adding at the end the following new
9	paragraph:
10	"(9) Prohibition on use of pre-dispute
11	ARBITRATION AGREEMENTS.—
12	"(A) In general.—A nursing facility may
13	not require, solicit, accept, or move to enforce
14	a pre-dispute arbitration agreement from or on
15	behalf of any resident, whether the agreement
16	is made before, during, or after the resident's
17	admission to the facility.
18	"(B) Application.—This paragraph shall
19	apply to the nursing facility and to any other
20	business or person providing or responsible for
21	providing nursing services to the resident.
22	"(C) No validity or enforcement.—A
23	pre-dispute arbitration agreement shall not be
24	valid or specifically enforceable against a resi-
25	dent or former resident of a nursing facility.

1	without regard to whether the agreement was
2	made prior to or after the effective date of this
3	paragraph.
4	"(D) Definition of Pre-dispute Arbi-
5	TRATION AGREEMENT.—In this paragraph, the
6	term 'pre-dispute arbitration agreement' means
7	any agreement to arbitrate a dispute when the
8	dispute has arisen after such agreement has
9	been made.
10	"(E) Judicial review.—A determination
11	as to whether and how this paragraph applies
12	to an arbitration agreement shall be determined
13	under Federal law by a court of competent ju-
14	risdiction, rather than an arbitrator, without re-
15	gard to whether the party opposing arbitration
16	challenges such agreement specifically or in
17	conjunction with any other term of the contract
18	containing such agreement.".
19	SEC. 3. EFFECTIVE DATE; APPLICATION OF AMENDMENTS.
20	This Act, and the amendments made by this Act,
21	shall take effect on the date of the enactment of this Act.