Telehealth Payments in the Response to the COVID-19 Pandemic

Overview
Telehealth is a critical tool in the response to the COVID-19 pandemic. This document details steps taken to expand the availability of telehealth services.

Federal Response

Congressional Medicare activity. The Coronavirus Preparedness and Response Supplemental Appropriations Act, 2020 (Public Law No: 116-123) included a provision related to telehealth for the Medicare population. Section 6010 of the Family First Coronavirus Response Act (FFCRA; H.R. 6201) made a technical change to the Medicare telehealth provision of the Coronavirus Preparedness and Response Supplemental Appropriations Act, 2020 (P.L. 116-123) to ensure that new Medicare beneficiaries are able to access telehealth services under the emergency authority granted to the Secretary. The Coronavirus Aid, Relief, and Economic Security Act (CARES) (H.R. 748) includes additional changes to further expand the availability and use of telehealth services.

Related Medicare Administrative activity
On March 17, CMS provided new information regarding the implementation of this new waiver authority, including a press release, fact sheet and updated FAQ. The key takeaways from the announcement are as follows:

Effective for services starting March 6, 2020 and for the duration of the COVID-19 Public Health Emergency, Medicare will make payment for Medicare telehealth services furnished by physicians and other qualified professionals to beneficiaries in all areas of the country in all settings. This includes any healthcare facility and the patient’s home.

These visits are considered the same as in-person visits and are paid at the same rate as regular, in-person visits.

The Medicare coinsurance and deductible would generally apply to these services. However, the HHS Office of Inspector General (OIG) is providing flexibility for healthcare providers to reduce or waive cost-sharing for telehealth visits paid by federal healthcare programs (see additional information below).

To the extent the 1135 waiver requires an established relationship, HHS will not conduct audits to ensure that such a prior relationship existed for claims submitted during this public health emergency.

CMS further reiterated the telehealth waivers in several updates to an MLN Matters Special Edition Article, which provides additional detail on Medicare waivers and flexibilities in response to the COVID-19 public health emergency and which CMS continues to update.

In materials CMS has issued, including the March 17 fact sheet and the MLN Matters Special Edition Article, CMS also notes the availability of certain communication technology-based services, including virtual check-in and e-visits, which are not the same as telehealth services. To clarify the difference:
• **Medicare telehealth services** must ordinarily be furnished in-person using interactive, real-time telecommunication technology. When furnished under telehealth rules, many of these services are still reported using codes that describe “face-to-face” services but are furnished using audio/video, real-time communication technology. For a list of covered services payable under the Medicare Physician Fee Schedule, visit here.

• **Communication technology-based services**, in contrast, are commonly furnished using telecommunications technology, but that do not usually require the patient to be present in-person with the practitioner when they are furnished. These services include, but are not limited to, remote physician interpretation of diagnostic tests, care management services, and virtual check-ins among many others. They are considered physicians’ services and are covered and paid in the same way as services delivered without the use of telecommunications technology, but are not considered Medicare telehealth services and are not subject to the statutory conditions of payment that govern Medicare telehealth services.¹

On March 23, CMS issued a [FAQ](#) regarding provider enrollment, including flexibilities to ease certain enrollment requirements under the national emergency, including waiving Medicare requirements for licensure in a state if a physician/clinician is enrolled in Medicare in another state and meets certain conditions; however, states must also waive or modify licensure requirements for the physician/clinician to practice in such state. As part of that FAQ, CMS also provided information on a toll-free hotline that could be used by physician and non-physician practitioners to initiate temporary Medicare billing privileges. CMS clarified (per question 12) that a provider can practice from home. [Note that this FAQ has been updated to address changes in policy CMS has instituted since March 23.]

On March 26, CMS issued a [memorandum](#) and [FAQs](#) announcing enforcement discretion for CLIA laboratories to ensure that pathologists may review and report pathology data, results, and slides remotely if certain conditions are met.

CMS also created the following tool kits to provide resources for providers seeking to provide care via telehealth:

- [General Practitioners](#)
- [End-Stage Renal Disease Providers](#)
- [Long-Term Care Nursing Homes Telehealth and Telemedicine Tool Kit](#)

On March 30, 2020, CMS issued another round of sweeping changes to Medicare policies related to the delivery of telehealth services and communication technology-based services through an [Interim Final Rule with Comment (IFC)](#) that apply effective March 1, 2020 and through the duration of the COVID-19 public health emergency (PHE). (Note that the effective date of these policies does not align with the March 6 effective date of the original telehealth waivers, which eliminated geographic restrictions on the use of Medicare telehealth services. Absent further guidance from CMS, the geographic restrictions are only waived effective March 6, 2020.) CMS also issued an accompanying [press release](#) and [fact sheet](#). Key changes from the IFC include, but are not limited to:

- Adding more than 80 codes to the list of Medicare telehealth services. These include emergency department visits, initial nursing facility and discharge visits, and home visits, which must be provided by a clinician that is allowed to provide telehealth, and more.

¹ These are included at 1834(m).
• Providing new coverage and payment for telephone-only evaluation or assessment services, including exercising enforcement discretion to allow this service to be furnished to new patients. These are not considered Medicare telehealth services.

• Clarifying that Medicare telehealth services must be furnished via an “interactive telecommunications system”, defined as “multimedia communications equipment that includes, at a minimum, audio and video equipment permitting two-way, real-time interactive communication between the patient and distant site physician or practitioner,” thereby allowing the use of telephones with audio and video capabilities to furnish telehealth (but not allowing services on the list of Medicare telehealth services to be furnished using audio-only telephone).

• Allowing telehealth to fulfill many face-to-face visit requirements for clinicians to see patients in inpatient rehabilitation facilities, hospice, and home health.

• Allowing home health agencies and hospice providers to provide more services to beneficiaries using telehealth when certain requirements are met.

• Providing clarification on the definition of “homebound” to allow more beneficiaries to qualify for home health services.

• Allowing several communication technology-based services to be provided to both new and established patients (rather than only established patients), including virtual check-ins, remote evaluation of patient-submitted video or images, and online digital E/M services (in some cases by applying enforcement discretion).

• Providing new guidance on selecting office and outpatient E/M levels based on time or MDM and removing requirements regarding documentation of history and/or physical exam for services provided via telehealth only.

• Providing new guidance on billing to enable clinicians to be paid for services as if they were provided in person, by instructing physicians and practitioners who bill for telehealth services to report the POS code that would have been reported had the service been furnished in person, rather than POS 02, and using a CPT modifier, modifier 95, to designate the use of telehealth instead.

• Removing frequency limits on certain codes when provided via telehealth, including critical care consultation codes, subsequent inpatient visits, and subsequent nursing facility visits.

• Allowing “hands-on” visits required for ESRD monthly capitation payments to be conducted via telehealth, and providing enforcement discretion related to face-to-face visits for patients receiving home dialysis.

• Allowing direct supervision to be provided using real-time interactive audio and video technology.

• Modifying requirements for teaching physicians, including but not limited to allowing the “presence requirement” for the teaching physician to be met through direct supervision by interactive telecommunications technology.

• Allowing the therapy and counseling portion of the weekly bundle of services furnished by opioid treatment programs (OTPs), as well as the add-on code for additional counseling or therapy, to be furnished using audio-only telephone calls rather than via two-way interactive audio-video communication technology during the PHE if applicable requirements are met.

• Specifying that face-to-face encounter requirements included in NCDs and LCDs would not apply during the PHE.

• Allowing RHCs and FQHCs to provide and receive payment for online digital evaluation and management services on an interim basis.

Note that some of these policies supersede information included in previous CMS announcements (e.g. the March 17 fact sheet notes that virtual check-ins and e-visits are limited to established patients, which is no longer the case under the IFC).
Additional guidance documents related to coronavirus waivers and flexibilities are posted on this page, including an April 6 “Dear Clinician” letter summarizing certain flexibilities afforded to clinicians and other provider and supplier types, including but not limited to information on Medicare telehealth visits and other virtual services.

On April 8, CMS hosted a Special Open Door Forum (SODF) focused on telehealth, where CMS answered questions submitted by callers on various aspects of telehealth, including payment for telephone only services; addition of new types of providers who can provide telehealth (e.g. therapists); delivery of services using telecommunication technology when patients and practitioners are at the same location; and more. The recording of this SODF is posted on the CMS Podcasts and Transcripts page. Questions on assorted telehealth issues have also been raised on other CMS calls posted on the same page.

CMS also discussed the use of telehealth for intermediate care facilities for individuals with intellectual disabilities (ICF/IIDs) and psychiatric residential treatment facilities in March 30 guidance on infection control for these facilities and in a June 2020 FAQ document.

On April 30, 2020, CMS issued a second Interim Final Rule with comment period addressing COVID-19. This rule is intended to give individuals and entities that provide services to Medicare, Medicaid, Basic Health Program, and Exchange beneficiaries additional flexibilities to respond to the serious public health threats posed by the spread of COVID-19 during the public health emergency (PHE). This rule is effective as of the date of publication in the Federal Register, which is currently scheduled for May 8, 2020. However, policies are applicable beginning March 1, 2020, or January 27, 2020, except as further described in the Applicability Date Table. CMS also implemented policy changes using its broad waiver authority. Information on CMS’ changes is included in the press release and on the CMS Coronavirus Waivers and Flexibilities page. Key changes from the IFC related to telehealth and virtual care include:

- Increasing payment for audio-only telephone E/M services by increasing work RVUs and direct practice expense inputs based on crosswalks to office/outpatient E/M codes (cross-walking 99441-3 to 99212-4, respectively).²
- Specifying that for the flexibility for level selection for office/outpatient E/M visits furnished via telehealth, that for purposes of level selection based on time, the typical times are the times listed in the CPT code descriptor.
- Finalizing that changes to the Medicare Telehealth Services may be made via a subregulatory process during the PHE.
- Specifying that when a registered outpatient is receiving a telehealth service, the hospital may bill the originating site facility fee for telehealth services furnished by a physician or other practitioner who ordinarily practices in that outpatient setting. CMS notes that hospitals should only furnish outpatient services to a patient who is registered as a hospital outpatient after the patient’s home has been made provider-based to the hospital for provision of such services.
- Allowing providers to furnish certain partial hospitalization program (PHP) services remotely in certain circumstances during the PHE.
- Revising requirements for opioid treatment programs to allow periodic assessments to be furnished during the PHE via two-way interactive audio-video communication technology. CMS also noted that the

² On May 4, CMS released an updated MLN Matters article providing detailed RVU information for the audio-only telephone calls.

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periodic assessments may be furnished using audio-only telephone calls, provide all other applicable requirements are met.

- Specifying that virtual check-ins, remote evaluation e-visits, telephone E/M services, and specified codes when furnished via telehealth will be included in the assignment methodology for the Medicare Shared Savings Program.
- Updating teaching physician requirements by:
  - Adding codes for virtual services (e.g. virtual check-ins, telephone E/M services, e-visits, and more) to the list of codes for the Primary Care Exception that applies related to teaching physician services for lower and mid-level complexity when furnished by a resident without the physical presence of a teaching physician in primary care settings
  - Allowing that teaching physicians may meet the requirement – to review with each resident during or immediately after each visit the patient’s medical history, physical examination, diagnosis, and record of tests and therapies – through virtual means via audio/video real-time communications technology; and
  - Clarifying that CMS’ flexibilities for office/outpatient E/M visit level selection when furnished via telehealth also apply to office/outpatient E/M visits furnished under the Primary Care Exception.

In conjunction with its April 30 IFC, CMS updated the following guidance documents (among others) that may summarize or provide additional detail regarding telehealth provisions included in the IFC, or that discuss additional changes effectuated through additional waivers:

- A summary of COVID-19 emergency declaration waivers & flexibilities for health care providers, addressing certain requirements regarding telemedicine provided by hospitals and CAHs; use of telehealth for visits provided in SNFs and other nursing facilities, as well as by federally qualified health centers and rural health clinics; and use of telehealth related to ESRD care. In this document, CMS also removes its previously established requirement that physicians and practitioners must update their enrollment records with their home addresses to bill for telehealth services furnished from their home. CMS updated this document on April 9 to allow for additional workforce flexibilities, including allowing physicians in remote locations to conduct physician supervision for CAHs using telecommunications technology.

Following CMS’ April 30, changes, this document includes the following new provisions related to telehealth:

- CMS is waiving the requirements that specify the types of practitioners that may bill for services when furnished as Medicare telehealth services from the distant site. Under this waiver, all professionals who are eligible to bill Medicare for their professional services may furnish such services via telehealth, including physical therapists, occupational therapists, speech language pathologists, and others.
- CMS is waiving the requirements for use of interactive telecommunications systems to furnish telehealth services, to the extent they require the use of video technology, for certain services. That is, the use of audio-only equipment is permitted to furnish designated services, as identified on the Medicare telehealth services list, including behavioral health counseling and educational services and advance care planning services.
- CMS also updated the Medicare telehealth services list to include new services that would be eligible for payment when furnished via telehealth.
- CMS is allowing community mental health centers (CMHCs) to provide partial hospitalization services and other CMHC services in individuals’ homes, including through the use of telecommunication technology.
• A separate set of FAQs regarding Medicare fee-for-service, which discusses delivery of services via telehealth and telecommunications technology across a range of settings. These were originally posted on March 23 and are updated on a continuous basis.

• A fact sheet on new waivers and flexibilities for physicians and other practitioners. This document includes information on a blanket waiver CMS issued related to physician self-referral laws. Under this blanket waiver, CMS loosened some of the restrictions on when a group practice can furnish medically necessary designated health services (DHS) in a patient’s home, and notes that any physician in a group may order medically necessary DHS to be furnished by a technician or nurse in the patient’s home contemporaneously with a physician service that is furnished via telehealth by the physician who ordered the DHS. In addition, this fact sheet identifies certain provisions included in the summary document above, as well as information on changes related to Medicare physician supervision and auxiliary personnel.

• Additional fact sheets that address – among other topics – telehealth flexibilities were also updated on April 30, 2020 for:
  o Home health agencies
  o Hospitals
  o Teaching hospitals, teaching physicians, and medical residents
  o Long-term care facilities
  o Hospices
  o Inpatient rehabilitation facilities
  o Rural health clinics and federally qualified health centers
  o End-stage renal disease facilities
  o Medicare Shared Savings Program

On May 8, CMS also updated a video providing an overview of Medicare coverage and payment of telehealth and other virtual services. A former version of the video is no longer available.

On several Office Hours calls following the release of the April 30 IFC, CMS has clarified that because telephone E/M services have been added to the Medicare telehealth list, they should be reported using the 95 modifier. Call transcripts are expected to be posted to the CMS Podcasts and Transcripts page.

On May 15, CMS announced via an MLN Connects Update that MACs will reprocess claims for telephone E/M visits and additional add on services (CPT codes 90785, 90833, 90836, 90838, 96160, 96161, 99354, 99355, and G0506), consistent with changes included in the March 30 and April 30 IFCs.

On May 27, CMS updated its Medicare fee-for-service FAQs (previously updated on May 1) to include additional guidance on telehealth and appropriate coding, including related to use of telehealth for annual wellness visits; telephone-only codes; billing of disconnected telehealth visits; use of CS and CR modifiers for telehealth services; emergency physician codes used to perform telehealth; documentation of telehealth visits; audio-only visits that last longer than 30 minutes; beneficiary consent requirements for certain telehealth and other virtual visits; use of TTY technology; and outpatient therapy services furnished via telehealth.

• CMS again updated these FAQs on June 2 to include additional guidance related to use of telehealth for certain face-to-face requirements that apply to certain DMEPOS items and under NCDs and LCDs.

• CMS again updated these FAQs on June 16 to provide additional guidance regarding the use of telecommunications technologies for hospital outpatient services furnished in temporary expansion locations and the use of telehealth by RHCs and FQHCs.
CMS again updated these FAQs on June 19 to provide additional guidance on several additional topics, including remote services provided by hospital outpatient departments, use of telecommunication technology by partial hospitalization programs and in skilled nursing facilities, use of telehealth and telephone E/M services by RHCs and FQHCs, and use of telehealth by Opioid Treatment Programs. CMS also updated these FAQs to make corrections and updates to previous FAQs related to professional billing of telehealth and other virtual services, including to add information about audio-only services and telephone E/M services, as well as about remote physiologic monitoring. CMS also clarifies that it cannot pay for services furnished by a physician or practitioner located outside of the United States, and that practitioners must use technology that is inclusive, especially for patients who may have disabilities. CMS also includes new FAQs related to additional flexibilities under teaching physician regulations that allow for direct supervision by interactive telecommunications technology and to changes to the primary care exception. CMS also includes new FAQs related to the use of telehealth visits in assignment of beneficiaries under the Medicare Shared Savings Program (MSSP), and for risk adjustment for MSSP.

CMS again updated these FAQs on July 24 to provide updated guidance on the use of the CS modifier to remove beneficiary cost-sharing for applicable E/M services when delivered in person or via telehealth.

CMS again updated these FAQs on July 28 to provide additional guidance, including related to eligible professionals who can bill for certain telehealth services; hospitals billing for services furnished via telecommunications technology; professionals offering telehealth services from outside the country (not allowed); and more. Notably, CMS provides new guidance related to hospital billing for remote services and billing for outpatient therapy services furnished via telehealth.

On July 2, CMS issued guidance allowing for telehealth encounters to be counted in determining performance under electronic clinical quality measures (eCQMs) under specified programs. The guidance applies to the Quality Payment Program, the Medicaid Promoting Interoperability Program for Eligible Professionals, and two alternative payment models. Guidance is available at the following links for the 2020 and 2021 performance years. CMS also provided guidance identifying those measures reportable through other reporting mechanisms that currently include telehealth services.

On July 22, CMS updated its Provider Enrollment Relief FAQs to provide new information on its provider enrollment flexibilities. Notably, while this page previously specified that professionals furnishing telehealth services from their home had to list their home address on the claim to identify where the services were rendered; such guidance no longer appears.

On August 26, CMS released a third COVID-19 IFC. Among numerous other provisions, CMS expands the telehealth codes used for beneficiary assignment for the CMS Web Interface and CAHPS for MIPS survey.

On September 9, CMS released new additional guidance for representing telehealth encounters under electronic clinical quality measures (eCQMs). Updated guidance is available at the following links for the 2020 and 2021 performance years.

On October 14, CMS announced that it was expanding the list of Medicare telehealth services that it will pay for during the COVID-19 PHE. This expansion uses a new expedited subregulatory process that CMS finalized in the April 30 COVID-19 IFC for the first time. The new services include certain neurostimulator analysis and programming services, and cardiac and pulmonary rehabilitation services. CMS also announced that it was releasing a preliminary Medicaid and CHIP data snapshot on telehealth utilization during the PHE.
On October 16, CMS released data from the Medicare Current Beneficiary Survey (MCBS) COVID-19 Summer 2020 Supplement, which reports availability of telemedicine and access to technology for Medicare beneficiaries. An infographic is available here.

On December 1, CMS released the CY 2021 Physician Fee Schedule Final Rule, which extended the availability of several telehealth flexibilities beyond the end of the PHE, including some on a permanent basis. These changes apply after the PHE and include (but are not limited to):

- Adding several services to the Medicare telehealth services list on a permanent basis (see here for codes)
- Adding several additional services to the Medicare telehealth services list on a new “Category 3” basis, under which codes would be available for telehealth through the end of the calendar year in which the PHE ends (see here for the full list of codes)
- Relaxing frequency limitations on the use of telehealth for subsequent nursing facility visits from one every 30 days to one every 14 days
- Clarifying the type of technology that may be used for telehealth services
- Establishing a new communication technology-based service that allows for 11-20 minutes of medical discussion (in lieu of establishing payment for audio-only E/M services following the PHE)
- Establishing new codes for communication technology-based services billable by new categories of non-physician practitioners
- Allowing direct supervision by interactive telecommunications technology through the end of the calendar year in which the PHE ends
- Allowing virtual teaching physician presence for supervision of residents when residency training sites are located outside of an OMB-defined MSA on a permanent basis

**Related other HHS activity**

In conjunction with the March 17 CMS announcement, the Office of Inspector General (OIG) published its opinion that during the emergency period “[a] physician or other practitioner reduces or waives cost-sharing obligations (i.e., coinsurance and deductibles) that a beneficiary may owe for telehealth services furnished consistent with the then-applicable coverage and payment rules.” The opinion further states that this does “not require physicians or other practitioners to reduce or waive any cost-sharing obligations Federal health care program beneficiaries may owe for telehealth services.” For more information, visit the OIG fact sheet here. On March 24, OIG issued a FAQ on this topic, including clarifying that this policy would apply to non-face-to-face services furnished through various modalities, including telehealth visits, virtual check-in services, e-visits, monthly remote care management, and monthly remote patient monitoring. On March 30, OIG issued a statement noting its intent to minimize burdens on providers given the COVID-19 pandemic and stating, “Our Office of Audit Services has extensive experience planning and conducting audits that account for special rules, including rules in effect during emergencies. We use the rules in place from the Department when assessing compliance.”

Previously, on March 13, Secretary Azar waived certain requirements, retroactive nationwide as of March 6, related to HIPAA privacy. Specifically, the announcement states the following:

_Pursuant to Section 1135(b)(7) of the Act, I hereby waive sanctions and penalties arising from noncompliance with the following provisions of the HIPAA privacy regulations: (a) the requirements to obtain a patient’s agreement to speak with family members or friends or to honor a patient’s request to opt out of the facility directory (as set forth in 45 C.F.R. § 164.510); (b) the requirement to distribute a notice of privacy practices (as set forth in 45 C.F.R. § 164.520); and (c) the patient’s right to request privacy restrictions or confidential communications (as set forth in 45 C.F.R. § 164.522); but in each case, only with_
respect to hospitals in the designated geographic area that have hospital disaster protocols in operation during the time the waiver is in effect.

On March 17, the Office of Civil Rights (OCR) announced enforcement discretion for certain widely used communications. Specifically, the OCR press release states “effective immediately, that it will exercise its enforcement discretion and will waive potential penalties for HIPAA violations against health care providers that serve patients through everyday communications technologies during the COVID-19 nationwide public health emergency. This exercise of discretion applies to widely available communications apps, such as FaceTime or Skype, when used in good faith for any telehealth treatment or diagnostic purpose, regardless of whether the telehealth service is directly related to COVID-19. For more information, see the statement and Bulletin.

On March 20, OCR further announced enforcement discretion regarding HIPAA security, privacy, and breach requirements, while clarifying that this discretion does not apply to the confidentiality of substance use disorder records, given the Substance Abuse and Mental Health Services Administration (SAMHSA) has announced separate enforcement discretion regarding those rules. OCR continues to discourage the use of certain “public facing” platforms such as Facebook Live, Twitch, and TikTok. For additional OCR FAQs, visit here.

HHS also released a Notification of Enforcement Discretion in the Federal Register on April 20, 2020 (for publication on April 21, 2020). In this notification, discussing its enforcement discretion for HIPAA rules in connection with the good faith provision of telehealth using non-public facing communication products during the public health emergency. HHS also listed some vendors who represent that they provide HIPAA-compliant video communication products for covered health care providers that seek additional privacy protections, but notes that the listing does not constitute an endorsement, certification, or recommendation.

On March 24, OCR announced the issuance of guidance on how covered entities may disclose protected health information (PHI) about an individual who has been infected with or exposed to COVID-19 to law enforcement, paramedics, other first responders, and public health authorities in compliance with the Health Insurance Portability and Accountability Act of 1996 (HIPAA) Privacy Rule.

To summarize its guidance, OCR assembled a bulletin addressing civil rights, HIPAA, and COVID-19. It is important to note, however, that state and/or local requirements regarding privacy and security may still apply.

On April 22, HHS launched telehealth.hhs.gov to serve as a resource for both healthcare providers and patients. It provides information about telemedicine and links to tools and resources for practitioners. The CDC has also since issued guidance on the use of telehealth in response to the public health emergency.

On April 24, the OIG released new FAQs related to COVID-19. Among the FAQs, OIG notes that provision of certain telecommunications technologies (see one question on cell phones, service or data plans, or both; and one question on access to a hospital’s telehealth platform) pose sufficiently low risk of fraud and abuse under the current circumstances, provided certain conditions are met.

Starting July 22, HHS in collaboration with the ECHO Institute at the University of New Mexico and the Public Health Foundation’s TRAIN Learning Network will be hosting a 10-week learning community called the “HHS Telemedicine Hack” to accelerate telemedicine implementation for ambulatory providers.

On July 24, CMS announced that HHS will be hosting three webinars aimed at helping community-based organizations use telehealth more effectively. The first is scheduled on July 29 from 2-3 pm ET.

In October, OIG reported that it would be reviewing the use of Medicare telehealth services during the COVID-19 pandemic. A report is expected to be issued in 2021.

On December 3, HHS amended the PREP Act Declaration to (among other changes) authorize healthcare personnel using telehealth to order or administer Covered Countermeasures, such as diagnostic tests under an FDA Emergency Use Authorization, across state lines for patients in states other than the state where the healthcare personnel are already permitted to practice. This declaration preempts any state law that prohibits or effectively prohibits a person authorized under the declaration to order or administer Covered Countermeasures via telehealth from doing so. See the press release here.

American Medical Association Resources
In response to the Medicare changes, the American Medical Association (AMA) shared the Quick Guide to Telemedicine in Practice, a new resource to help mobilize remote care with implementation tips, as well as a reference to Current Procedural Terminology (CPT®) codes for reporting telemedicine and remote care services. The AMA also offers an education module in the AMA’s STEPS Forward™ that can help physicians use telemedicine in practice, and the Digital Health Implementation Playbook with a 12-steps process for adopting remote monitoring of patients outside the traditional clinical environment. AMA also released special coding advice related to coding of various scenarios related to care for COVID-19 for physicians and other professionals, some of which address telehealth.

Prescription of Controlled Substances
On March 20, the Drug Enforcement Agency (DEA) issued a press release noting that DEA-registered practitioners may use telehealth during the public health emergency for the prescription of controlled substances, provided that:

- The prescription is issued for a legitimate medical purpose by a practitioner acting in the usual course of his/her professional practice.
- The telemedicine communication is conducted using an audio-visual, real-time, two-way interactive communication system.
- The practitioner is acting in accordance with applicable Federal and State law.

On March 25, the DEA granted an exception to the requirement that a DEA registrant must be registered in each state in which the practitioner dispenses controlled substances. Under this exception, DEA-registered practitioners are not required to obtain additional registration with the DEA in the additional state(s) where the dispensing (including prescribing and administering) occurs, for the duration of the public health emergency if they are registered in at least one state and have permission under state law to practice using controlled substances in the state where the dispensing occurs, including for the practice of telemedicine. Additional detail is in the linked notice.

On March 27, the DEA announced exceptions to requirements regarding paper delivery of a prescription of an oral emergency prescription, including allowing the prescription to be sent via facsimile, or for the prescription to be photographed, scanned, and sent in place of the paper prescription.
On March 31, 2020, the DEA announced that it is providing flexibility to provide buprenorphine to new and existing patients with opioid use disorder (OUD) for maintenance and detoxification treatment via telephone by otherwise authorized practitioners without requiring such practitioners first conduct an examination of the patient in person or via telemedicine. This policy is effective from March 31, 2020 through the duration of the PHE.

**Application to FQHCs and RHCs.** Section 3704 of CARES allows federally-qualified health centers (FQHCs) and rural health clinics (RHCs) to furnish telehealth services to Medicare beneficiaries and details payment implications.

Additionally, in the March 30 CMS IFC, CMS allows RHCs and FQHCs to provide and receive payment for online digital evaluation and management services on an interim basis. These services will be included in the RHC/FQHC HCPCS code G0071 addressing payment for communication technology-based services. RHCs and FQHCs will be able to use this code with both new and established patients during the PHE.

On April 17, 2020 (and updated July 6, 2020), CMS issued an MLN Matters Special Edition Article addressing information relevant to FQHCs and RHCs under the COVID-19 public health emergency, including related to new payment for telehealth services.

On May 27, CMS updated its Medicare fee-for-service FAQs to include new FAQs related to FQHC and RHC billing of telehealth and other virtual services.

On August 20, CMS released a new resource, titled “Rural Crosswalk: CMS Flexibilities to Fight COVID-19” that documents COVID-19-related waivers and flexibilities that apply to RHCs, FQHCs, CAHs, and other rural providers. This includes a section focused on telehealth.

**Application to end-stage renal disease (ESRD) care.** Section 3705 of CARES allows the Secretary to waive the requirement that a face-to-face clinical assessment is required for each of the first three months and at least once every three consecutive months thereafter for patients receiving home dialysis for the purposes of allowing care to be furnished via telehealth.

Additionally, in the March 30 CMS IFC, CMS expands the list of telehealth services to include additional ESRD services; allows “hands-on” visits required for ESRD monthly capitation payments to be conducted via telehealth; and provides enforcement discretion related to face-to-face visits for patients receiving home dialysis.

**Application to hospice care.** Section 3706 of CARES directly address a key hospice concern by allowing the requirement under section 1814(a)(7)(D)(i) for a face-to-face encounter for 180-day hospice recertification to be performed via telehealth as part of the pandemic response.

Additionally, in the March 30 CMS IFC, CMS updates hospice regulations to specify that when a patient is receiving routine home care, hospices may provide services via a telecommunications system if it is feasible and appropriate to do so, and other requirements are met. CMS also allows the use of audio and video equipment permitting two-way, real-time interactive communication for completion of the face-to-face recertification visit when the visit is solely for the purpose of recertification during the PHE.
**Application to home health.** Section 3707 of CARES requires the Secretary to consider ways to encourage the use of telecommunications systems for the purpose of home health services, including for remote patient monitoring.

Additionally, in the [March 30 CMS IFC](https://www.cms.gov/newsroom/document/federal-register-notice-care-act-recovery-enhanced-emergency-2020), CMS allowed home health agencies to provide more services to beneficiaries using telehealth when certain requirements are met and provides clarification on the definition of “homebound” to allow more beneficiaries to qualify for home health services.

In the June 25, [CY 2021 Home Health Proposed Rule](https://www.cms.gov/files/document/cy-2021-home-health-proposed-rule.pdf), CMS proposed to make permanent a flexibility previously provided to home health agencies on a temporary basis under the public health emergency, allowing them to continue to utilize telecommunications technologies in providing care to beneficiaries under the Medicare home health benefit, as long as the telecommunications technology is related to the skilled services being furnished, is outlined on the plan of care, and is tied to a specific goal indicating how such use would facilitate treatment outcomes.

In the October 29, [CY 2021 Home Health Final Rule](https://www.cms.gov/files/document/cy-2021-home-health-final-rule.pdf), CMS finalized the proposal to require that any provision of remote patient monitoring or other services furnished via a telecommunications system or audio-only technology must be included on the plan of care and cannot substitute for a home visit ordered as part of the plan of care, and cannot be considered a home visit for the purposes of eligibility or payment. CMS will still require that the use of such telecommunications technology or audio-only technology be tied to the patient-specific needs as identified in the comprehensive assessment, but CMS will not require as part of the plan of care a description of how such technology will help to achieve the goals outlined on the plan of care.

**Application to PACE organizations.** On April 14, 2020, CMS updated an [FAQ document](https://www.cms.gov/files/document/cy-2021-home-health-final-rule.pdf) for pace organizations, which includes information on telehealth. CMS also provided guidance regarding telehealth on a document titled “Information for PACE Organizations Regarding Infection Control and Prevention of Coronavirus Disease 2019 (COVID-19).”

**Application to Medicare Advantage (MA) and/or Part D Plans.** On March 10, CMS issued [guidance](https://www.cms.gov/files/document/cy-2021-home-health-final-rule.pdf) to MA organizations (MAOs) and Part D sponsors to inform them of the obligations and permitted flexibilities related to disasters and emergencies resulting from COVID-19. This guidance includes allowing MAOs to waive or reduce enrollee cost-sharing affected by the outbreak, including for telehealth benefits. MAOs may also provide Part B services via telehealth in any geographic area and from a variety of locations, including beneficiaries’ homes. CMS also indicated that it would exercise enforcement discretion for MAOs interested in expanding coverage of telehealth services beyond those included in their plan benefit packages for as long as CMS determines it is necessary in conjunction with the COVID-19 outbreak. On April 10, CMS issued an [announcement](https://www.cms.gov/files/document/cy-2021-home-health-final-rule.pdf) indicating that MA plans and other organizations that submit data for risk adjustment may submit diagnoses from telehealth visits for the purposes of risk adjustment when the visits meet all criteria for risk adjustment eligibility.

On May 22, 2020, CMS issued the [final rule](https://www.cms.gov/files/document/cy-2021-home-health-final-rule.pdf) on Policy and Technical Changes to Medicare Advantage and Part D for Contract Year 2021, which included policies that may increase access to telehealth. Specifically, CMS finalized a policy that gives MA plans a 10 percent credit towards network adequacy requirements when a plan contracts with telehealth providers for the following specialties: Dermatology, Psychiatry, Cardiology, Otolaryngology, Neurology, Ophthalmology, Allergy and Immunology, Nephrology, Primary Care, Obstetrics/Gynecology, Endocrinology, and Infectious Diseases. A [press release](https://www.cms.gov/files/document/cy-2021-home-health-final-rule.pdf) and [fact sheet](https://www.cms.gov/files/document/cy-2021-home-health-final-rule.pdf) are also available.

Prepared by Hart Health Strategies Inc., 12/04/2020

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**Application to EMTALA.** CMS updated guidance (updated on March 30, 2020) related to EMTALA requirements, indicating that hospitals may use telehealth equipment to perform medical screening exams by qualified medical personnel, noting that “the use of telehealth to provide evaluation of individuals who have not physically presented to the hospital for treatment does not create an EMTALA liability.”

On April 30, CMS also issued new FAQs related to EMTALA. CMS specified that the use of telehealth to evaluate individuals who have not physically presented to the hospital does not create an EMTALA obligation. CMS also addresses licensing, available codes, and supervision via telehealth in the FAQs.

**FDA Guidance**

On March 20, the Food and Drug Administration (FDA) issued a final guidance document that allows manufacturers of certain FDA-cleared non-invasive, vital sign-measuring devices to expand their use so that health care providers can use them to monitor patients remotely. The devices include those that measure body temperature, respiratory rate, heart rate and blood pressure.

**HRSA and AHRQ Resources**

Section 3212 of the CARES Act reauthorizes HRSA grant programs that promote the use of telehealth technologies for health care delivery, education, and health information services.

On April 22, HHS announced HRSA awards of nearly $165 million to address COVID-19 in rural communities, including more than $11.5 million awarded to 14 HRSA-funded Telehealth Resource Centers.

On April 30, HHS announced HRSA awards of $20 million to increase telehealth access and infrastructure for providers and families to help prevent and respond to COVID-19, including through assisting with cross-state licensure. HRSA’s Maternal and Child Health Bureau awarded $15 million to four recipients, and the Federal Office of Rural Health Policy awarded $5 million to two additional recipients. Additional details are available in the press release.

On May 4, AHRQ announced the availability of easy-to-understand telehealth consent forms and guidance for clinicians on how to obtain informed consent.

On May 13, HRSA awarded $15 million to 159 organizations across five health workforce programs to increase telehealth capabilities: Geriatrics Workforce Enhancement Program; Area Health Education Centers Program; Centers of Excellence Program; Nurse Education, Practice, Quality and Retention – Veteran Nurses in Primary Care Training Program; Nurse Education Practice, Quality and Retention – Registered Nurses in Primary Care Training Program. A complete list of award recipients is available here.

On May 14, AHRQ issued a White Paper Commentary on an AHRQ Evidence Report discussing the evidence base for telehealth. Links to previous AHRQ evidence reviews are included.

On August 20, HRSA awarded over $35 million to more than 50 rural organizations, including investments in telehealth. Additional information is in the press release.

Additionally, while these programs are not specifically in response to COVID-19, there are HRSA funding opportunities that can promote the use of telehealth:

- Regional Telehealth Resource Center Program (Application dates from 10/23/2020 to 1/21/2021)
• National Telehealth Resource Center Program (Application dates from 10/23/2020 to 1/21/2021)

**Indian Health Services**
On April 8, the Indian Health Services (IHS) announced expansion of telehealth across IHS federal facilities.

**VA and Telehealth**
To bypass state licensure, the Veterans Administration (VA) issued a final rule “that ensures that VA health care providers can offer the same level of care to all beneficiaries, irrespective of the State or location in a State of the VA health care provider or the beneficiary” and “achieves important Federal interests by increasing the availability of mental health, specialty, and general clinical care for all beneficiaries.”

The VA also offers VA Video Connect to provide telehealth services.

**TRICARE**
On May 8, the Department of Defense issued this interim final rule with comment to: provide an exception to the prohibition on telephone, audio-only telehealth services; to authorize reimbursement for interstate or international practice by TRICARE-authorized providers when such authority is consistent with governing state, federal, or host nation licensing requirements; and to eliminate copayments and cost-shares for telehealth services. The changes in this rule will be effective for the period of the coronavirus 2019 (COVID-19) pandemic.

**FCC Resources**
The Federal Communications Commission (FCC) has developed and approved a $200 million program to fund telehealth services and devices for medical providers using funds from the CARES Act. Hospitals and other health centers will be able to apply for up to $1 million to cover the cost of new devices, services and personnel. The FCC will also move forward with a Connected Care telehealth pilot program for veterans and low-income individuals using existing FCC subsidy mechanisms. The final order is posted in the Federal Register. The application portal for this program opened on April 13, 2020. FCC began approving the first set of applications by April 16, 2020. FCC announced that all $200 million was awarded on July 8, 2020. Information on approvals is available on the FCC website.

On June 30, FCC announced that it would be allocating an additional $198 million in funding to the Rural Health Care Program, relying on unused funding from prior years. The Rural Health Care Program provides funding to eligible health care providers for telecommunications and broadband services necessary for the provision of health care.

On September 3, FCC issued a public notice with guidance on program eligibility for the Connected Care Pilot Program, along with information that applicants will be required to submit as part of their applications.

On November 5, FCC announced that the Connected Care Pilot Program application window will go from November 6 through December 7, 2020. This Pilot Program will provide up to $100 million from the Universal Service Fund over a three-year period.
**FTC Action**

On May 29, the Federal Trade Commission (FTC) submitted comments in support of CMS’ interim final policies to reduce or eliminate requirements for telehealth and communication technology-based services during the current public health emergency, including comments supporting consideration of making some changes permanent.

**Actions Related to the Private Market**

Section 3701 of the CARES Act clarifies that high deductible health plans (HDHPs) could opt to waive deductibles for telehealth services and still be considered a HDHP (i.e., be within a safe harbor).

On March 24, CMS issued FAQs addressing the availability and usage of telehealth services through private health insurance coverage, encouraging issuers to promote the use of telehealth services and encouraging states to support issuers’ efforts. CMS specifically urged states to consider whether state licensing laws could be relaxed. CMS also noted its plan to exercise enforcement discretion with respect to changes in plan benefits during the year to provide or expand coverage for telehealth services and encouraged states to take a similar enforcement approach. CMS also noted enforcement discretion to allow catastrophic plans to provide pre-deductible coverage for telehealth services, even if the services are not related to COVID-19 and encouraged states to take a similar approach.

On April 11, the Department of Health and Human Services (HHS), the Department of Labor (DOL), and the Department of Treasury (Treasury) issued joint FAQs regarding implementation of provisions enacted through COVID-19 legislation. In the FAQs, the Departments strongly encourage all plans and issuers to promote the use of telehealth and other remote care services, and encourage states to support such efforts, noting the flexibilities added in section 3701 of the CARES Act. The FAQs also note that the Departments will apply non-enforcement policies where a plan or issuer adds benefits or reduces or eliminates cost sharing for telehealth and other remote care services. See the FAQs for additional details.

On April 27, CMS issued an FAQ discussing which telehealth services are valid for data submission for the HHS-operated risk adjustment program for issuers.

On June 23, HHS, DOL, and Treasury additional FAQs regarding policies covered under the FFCRA and the CARES Act. The FAQs address a range of topics, including changes in telehealth and other remote care benefits following the end of the public health emergency; telehealth-only coverage by large employers; and grandfather status related to changes in benefits during the public health emergency.

On June 29, CMS and SAMHSA issued guidance to issuers in the individual and group markets on how to leverage existing programs to provide mental health resources during the public health emergency, which included encouraging issuers to provide coverage for telehealth services.

**Fraud, Waste, and Abuse Considerations**

On April 1, 2020, the HHS OIG issued a report titled, “96 Percent of South Carolina’s Medicaid Fee-for-Service Telemedicine Payments Were Insufficiently Documented or Otherwise Unallowable.” This report highlights documentation challenges that arise with telemedicine that could garner additional information as the use of telehealth spreads.
Security Considerations
On April 24, the National Security Agency released guidance on selecting and safely using Collaboration Services for Telework, which includes video platforms that may be used for telehealth.

Interest in Long-term Changes
Several patient and provider groups have expressed interest in maintaining telehealth flexibilities beyond the end of the public health emergency. Policymakers have also acknowledged the benefits of telehealth and are contemplating longer-term changes, including through changes to federal regulation and legislation. As one example, Seema Verma has announced pending regulatory change in development. The Senate HELP Committee also held a hearing on June 17, 2020 where Chairman Lamar Alexander stated his belief that the federal government should permanently extend policy changes that eliminate originating site requirements and expand services that can be conducted via telehealth.

A new Taskforce on Telehealth Policy (also here) developed joint recommendations for policymakers on expanding virtual care policy. Its findings and recommendations were released in mid-September and can be found here.

On July 15, CMS Administrator Seema Verma published a blog in Health Affairs noting that CMS is assessing the temporary changes to telehealth implemented during the public health emergency to determine which flexibilities should be made permanent through regulatory action. She discussed CMS’ review of clinical appropriateness, payment rates, and program integrity.

On August 3, 2020, President Trump issued an Executive Order requiring HHS to issue regulations to extend telehealth flexibilities put in place during the PHE. That same evening, CMS issued the CY 2021 Physician Fee Schedule proposed rule which included several proposals related to telehealth, including:

- The permanent addition of several codes to the Medicare telehealth services list
- The temporary addition of several codes to the Medicare telehealth services list through the end of the year in which the COVID-19 PHE ends, or December 31, 2021, whichever is later
- Loosening the frequency limitation on use of telehealth for nursing facility visits
- Expanding the clinician types who can furnish certain communication technology based services
- Allowing direct supervision via interactive communication technology through at least December 31, 2021

CMS also includes several requests for comment related to its proposals and further considerations regarding the use of telecommunications technology in furnishing care to Medicare beneficiaries. Final decisions on the proposals in the rule are expected to be issued before the end of calendar year 2020.

State Response
For a list of current state laws as well as legislation and regulation related to telehealth policies, visit the Center for Connected Health Policy website.

State Licensing and Interstate “Compacts”
Many states have taken action to reduce barriers to licensing. The Federation of State Medical Boards (FSMB) has posted a few resources that you can find at the links below:

- A chart identifying states’ policies regarding licensure requirements and renewals in response to COVID-19.
- A chart identifying states waiving in-state licensing requirements for telehealth.
• A chart identifying steps states are taking to expedite licensure for inactive or retired licenses in response to COVID-19.

The National Council of State Boards of Nursing has also prepared a chart on state actions addressing nursing licensure.

Additionally, given challenges with clinicians providing care across state lines, FSMB established the Interstate Medical License Compact Commission (IMLCC). According to IMLCC, “[t]he Interstate Medical Licensure Compact offers a new, voluntary expedited pathway to licensure for qualified physicians who wish to practice in multiple states.” At this time, 29 states, the District of Columbia and the Territory of Guam, have agreed to the compact. Additional information about FSMB and telemedicine policy is available here.

According to the Center for Connected Health Policy of the National Telehealth Policy Resource Center report, State Telehealth Laws & Reimbursement Policies, issued in late 2019, “[n]ine state medical (or osteopathic) boards issue special licenses or certificates related to telehealth. The licenses could allow an out-of-state provider to render services via telemedicine in a state where they are not located, or allow a clinician to provide services via telehealth in a state if certain conditions are met (such as agreeing that they will not open an office in that state).”

In addition to the IMLC, there are additional compacts for nurses, physical therapists and psychologists.

- The Nurses Licensure Compact
- The Physical Therapy Compact
- The Psychology Interjurisdictional Compact
- Audiology and Speech-Language Pathology Compact

On May 5, 2020, CMS issued an MLN Matters Article that clarified that CMS has determined that interstate license compacts for Physician, Physical Therapy, Occupational Therapy, Speech Language Therapy, Nurse Practitioner, and Psychology provider types will be treated as valid, full licenses for the purposes of meeting federal license requirements.

Emergency Management Assistance Compact. Some have suggested that the use of the Emergency Management Assistance Compact, an agreement among the states and U.S. territories allowing sharing of resources during emergencies, would be a good tool to eliminate telehealth licensure barriers. The EMAC includes a provision for someone licensed in one state to be licensed in another facing an emergency when the compact is invoked. According to Bloomberg, Trina Sheets, executive director of the National Emergency Management Association, which administers the compact, said the compact has not been used in the past to provide telehealth services but would make a good vehicle for that purpose.

State Flexibility. The President declared an emergency under the Stafford Act on March 13. As a result of that declaration and the prior public health emergency declaration, CMS has additional waiver authority under section 1812(f) and section 1135. States can gain new authority to use their Medicaid programs to respond to the coronavirus pandemic under the national emergency. For instance, States may be able to expand the use of telehealth services in their Medicaid programs to combat the coronavirus outbreak.

On March 17, CMS issued additional Medicaid telehealth guidance and while also highlighting their main website for telehealth in Medicaid. Per the FAQs, “[n]o federal approval is needed for state Medicaid programs to...
reimburse providers for telehealth services in the same manner or at the same rate that states pay for face-to-face services.” These FAQs were most recently updated on June 30, 2020.

On April 2, CMS issued an Informational Bulletin to states that explains how states can use telehealth delivery methods to expand access to Medicaid services, including for substance use disorder (SUD). The guidance outlines how telehealth may be used to service rural communities, high-risk individuals, school-based health centers and SUD programs.

On April 23, CMS issued a Telehealth Toolkit to Accelerate State Use of Telehealth in Medicaid and CHIP. The toolkit includes policy considerations, state checklists, frequently asked questions, and more. CMS also issued an accompanying press release.

CMS issued a Toolkit for States to Mitigate COVID-19 in Nursing Homes, which was last updated on September 22 and includes a summary of actions and resources by state focused on use of telehealth in nursing home settings.

On August 11, CMS issued a Report to Congress titled, “Reducing Barriers to Using Telehealth and Remote Patient Monitoring for Pediatric Populations under Medicaid.”

On October 14, CMS announced that it was releasing a preliminary Medicaid and CHIP data snapshot on telehealth utilization during the PHE. CMS also released a new supplement to its Telehealth Toolkit to Accelerate State Use of Telehealth in Medicaid and CHIP that provides new examples and insights into lessons learned from states that have implemented telehealth changes.

State Activity. The list of CMS-approved section 1135 waivers is available here. This list does not necessarily include all telehealth waivers, as noted below.

The Kaiser Family Foundation has developed this state Medicaid tracker to identify the types of approved emergency authorities that have been granted under 1135 waivers and 1915(c) Waiver Appendix K, including waivers related to screening requirements, out-of-state licensing requirements, virtual evaluations, and more.

The Center for Connected Health Policy has also been tracking actions at the state level.

Key Limitations & Additional Considerations

Key Limitations. Despite these recent activities, key gaps remain.

Medicaid. As noted above, CMS has provided flexibility for automatic approval for certain State telehealth waivers. For a list of approved waivers, which do not necessarily include all of the telehealth waivers, visit here.

Private payers (especially ERISA covered plans). While CMS Administrator Seem Verma has made it clear that the Administration is urging private payers to make similar modifications, so far, there has not been a broad announcement to that effect. While some states are moving forward to address the topic at the state level, state activities cannot address ERISA-covered plans.
Coding concerns. Given that this is the first time in which widespread telehealth services would be available, there have been some concerns that the current telehealth codes (for both Medicare and other payers) are not quite comprehensive enough to address all of the needed situations. For Medicare, CMS has announced flexibilities around some code restrictions (e.g. allowing for the use of codes for both new and established patients, despite codes technically being limited to established-patients only), but other gaps may remain.

Telephone only. Several of the current Medicare codes require audio and visual capabilities. Given that many elderly individuals may not have access to such resources, providers are requesting the ability to perform certain tasks via telephone only. The CARES Act allows for waiver of all telehealth provisions under section 1834(m) of the Social Security Act, offering the Secretary the authority to permit use of telephone only when furnishing telehealth services. In the March 30 CMS IFC, CMS updated regulations to allow the use of telephone-only evaluation/assessment codes, but declined to expand use of audio-only telephone for services on the Medicare list of telehealth services. On April 30, CMS issued additional waivers allowing certain services on the Medicare list of telehealth services to be furnished via audio only.

Additional Considerations. As providers take steps to implement new telehealth provisions, legal experts suggest that providers should take into account key issues with respect to security (including specific platforms), medical credentials, and recording of those visits. Changes in health care as the coronavirus pandemic progresses may force regulators to adjust barriers around telehealth.

Medical licensing, credentials, and out of network issues. While Secretary Azar was able to waive certain licensure requirements to allow for Medicare and Medicaid payments to providers who do not have a license within that State, the waiver does not extend to non-Federal programs. As such, some states require physicians to have a medical license in the same state that their patient is located in order to provide virtual healthcare. And, especially with respect to controlled substances, States may have additional requirements for e-prescribing those products. Further, even if the State opts to waive the licensure requirements, it may still have additional requirements regarding credentialing. Finally, even if an out-of-state provider is able to address the licensure and credentialing issues, the provider will likely be considered out-of-network by private payers.

3 Recent CMS FAQs state the following: Can Medicare fee-for-service rules regarding physician State licensure be waived in an emergency? The HHS Secretary has authorized 1135 waivers that allow CMS to waive, on an individual basis, the Medicare requirement that a physician or non-physician practitioner must be licensed in the State in which s/he is practicing. However, the 1135 waiver is not available unless all of the following four conditions are met: 1) the physician or non-physician practitioner must be enrolled as such in the Medicare program, 2) the physician or non-physician practitioner must possess a valid license to practice in the State which relates to his or her Medicare enrollment, 3) the physician or non-physician practitioner is furnishing services – whether in person or via telehealth – in a State in which the emergency is occurring in order to contribute to relief efforts in his or her professional capacity, and 4) the physician or non-physician practitioner is not affirmatively excluded from practice in the State or any other State that is part of the 1135 emergency area. In addition to the statutory limitations that apply to 1135-based licensure waivers, an 1135 waiver, when granted by CMS, does not have the effect of waiving State or local licensure requirements or any requirement specified by the State or a local government as a condition for waiving its licensure requirements. Those requirements would continue to apply unless waived by the State. Therefore, in order for the physician or non-physician practitioner to avail him- or herself of the 1135 waiver under the conditions described above, the State also would have to waive its licensure requirements, either individually or categorically, for the type of practice for which the physician or non-physician practitioner is licensed in his or her home State. (emphasis added)
Compliance risk. To ensure proper compliance in the event of an audit, clinicians should ensure that provider notes are adequate and consider the use of audiovisual recording to provide the necessary data to support coding and billing.

State and local requirements for telehealth, including privacy and security. Many of the waivers and flexibilities offered pertain to requirements under federal programs. However, states and localities may have their own rules regarding the furnishing of telehealth services. In addition, state and local requirements regarding privacy and security continue to apply absent state action, including regarding confidentiality, consent, technology, and more.

Malpractice considerations. Telehealth services may increase providers’ malpractice risk for a variety of reasons, including potential misdiagnosis due to lack of in-person examination, inappropriate prescriptions, communication challenges, licensing issues for traveling patients, and more. Providers should take steps to understand the requirements and vulnerabilities that apply and mitigate risk. Undertaking training and engaging in patient education, informed consent, and discussion of limitations with virtual visits may advance this goal, along with following the same standards of care that apply for in-person visits. Adequate documentation to protect against liability should also be maintained.

Legislative Text. As described above, the text of Public Law No: 116-123, showing changes made by sec. 6010 of the Family First Coronavirus First Response Act and section 3703 of the CARES Act, follows:

SEC. 101. SHORT TITLE.
This division may be cited as the "Telehealth Services During Certain Emergency Periods Act of 2020".

SEC. 102. SECRETARIAL AUTHORITY TO TEMPORARILY WAIVE OR MODIFY APPLICATION OF CERTAIN MEDICARE REQUIREMENTS WITH RESPECT TO TELEHEALTH SERVICES FURNISHED DURING CERTAIN EMERGENCY PERIODS.
(a) In General.--
(1) Waiver authority.--The first sentence of section 1135(b) of the Social Security Act (42 U.S.C. 1320b-5(b)) is amended--
(A) in paragraph (6), by striking `and' at the end;
(B) in paragraph (7), by striking the period at the end and inserting `; and'; and
(C) by inserting after paragraph (7) the following new paragraph:
``(8) in the case of a telehealth service (as defined in paragraph (4)(F) of section 1834(m)) furnished in any emergency area (or portion of such an area) during any portion of any emergency period, the requirements of section 1834(m).

(2) Definition of qualified provider.--Section 1135(g) of the Social Security Act (42 U.S.C. 1320b-5(g)) is amended by adding at the end the following new paragraph:
``(3) Qualified provider.--The term `qualified provider' means, with respect to a telehealth service (as defined in paragraph (4)(E) of section 1834(m)) furnished to an individual, a physician or practitioner (as defined in paragraph (4)(D) or (4)(E), respectively, of such section) who--
(A) furnished to such individual an item or service for which payment was made under title XVIII during the 3-year period ending on the date such telehealth service was furnished; or

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(B) is in the same practice (as determined by tax identification number) of a physician or practitioner (as so defined) who furnished such an item or service to such individual during such period.

(3) Implementation.--The Secretary of Health and Human Services may implement the amendments made by this subsection by program instruction or otherwise.

(b) Clarification of Definitions of Emergency Area and Emergency Period.--Paragraph (1) of section 1135(g) of the Social Security Act (42 U.S.C. 1320b-5(g)) is amended to read as follows:

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(1) Emergency area; emergency period.--
    (A) In general.--Subject to subparagraph (B), an `emergency area' is a geographical area in which, and an `emergency period' is the period during which, there exists--
    (i) an emergency or disaster declared by the President pursuant to the National Emergencies Act or the Robert T. Stafford Disaster Relief and Emergency Assistance Act; and
    (B) Exception.--For purposes of subsection (b)(8), an `emergency area' is a geographical area in which, and an `emergency period' is the period during which, there exists--
    (i) the public health emergency declared by the Secretary pursuant to section 319 of the Public Health Service Act on January 31, 2020, entitled 'Determination that a Public Health Emergency Exists Nationwide as the Result of the 2019 Novel Coronavirus'; and
    (ii) any renewal of such declaration pursuant to such section 319."
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1834(m) reads as follows:

(m) PAYMENT FOR TELEHEALTH SERVICES.—

(1) IN GENERAL.—The Secretary shall pay for telehealth services that are furnished via a telecommunications system by a physician (as defined in section 1861(r)) or a practitioner (described in section 1842(b)(18)(C)) to an eligible telehealth individual enrolled under this part notwithstanding that the individual physician or practitioner providing the telehealth service is not at the same location as the beneficiary. For purposes of the preceding sentence, in the case of any Federal telemedicine demonstration program conducted in Alaska or Hawaii, the term “telecommunications system” includes store-and- forward technologies that provide for the asynchronous transmission of health care information in single or multimedia formats.

(2) PAYMENT AMOUNT.—

(A) DISTANT SITE.—The Secretary shall pay to a physician or practitioner located at a distant site that furnishes a telehealth service to an eligible telehealth individual an amount equal to the amount that such physician or practitioner would have been paid under this title had such service been furnished without the use of a telecommunications system.

(B) FACILITY FEE FOR ORIGINATING SITE.—

(i) IN GENERAL.—Subject to clause (ii) and paragraph (6)(C), with respect to a telehealth service, subject to section 1833(a)(1)(U), there shall be paid to the originating site a facility fee equal to—

(I) for the period beginning on October 1, 2001, and ending on December 31, 2001, and for 2002, $20; and

(II) for a subsequent year, the facility fee specified in subclause (I) or this subclause for the preceding year increased by the percentage increase in the MEI (as defined in section 1842(i)(3)) for such subsequent year.

(ii) NO FACILITY FEE IF ORIGINATING SITE IS THE HOME.—No facility fee shall be paid under this subparagraph to an originating site described in paragraph (4)(C)(ii)(X).

(C) TELEPRESENTER NOT REQUIRED.—Nothing in this subsection shall be construed as requiring an eligible telehealth individual to be presented by a physician or practitioner at the originating site for the furnishing of a service via a telecommunications system, unless it is medically necessary (as determined by the physician or practitioner at the distant site).

(3) LIMITATION ON BENEFICIARY CHARGES.—

(A) PHYSICIAN AND PRACTITIONER.—The provisions of section 1848(g) and subparagraphs (A) and (B) of section 1842(b)(18) shall apply to a physician or practitioner receiving payment under this subsection in the same manner as they apply to physicians or practitioners under such sections.

(B) ORIGINATING SITE.—The provisions of section 1842(b)(18) shall apply to originating sites receiving a facility fee in the same manner as they apply to practitioners under such section.

(4) DEFINITIONS.—For purposes of this subsection:

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(A) DISTANT SITE.—The term “distant site” means the site at which the physician or practitioner is located at the time the service is provided via a telecommunications system.

(B) ELIGIBLE TELEHEALTH INDIVIDUAL.—The term “eligible telehealth individual” means an individual enrolled under this part who receives a telehealth service furnished at an originating site.

(C) ORIGINATING SITE.—
(i) IN GENERAL.—Except as provided in paragraphs (5), (6), and (7), the term “originating site” means only those sites described in clause (ii) at which the eligible telehealth individual is located at the time the service is furnished via a telecommunications system and only if such site is located—
(I) in an area that is designated as a rural health professional shortage area under section 332(a)(1)(A) of the Public Health Service Act (42 U.S.C. 254e(a)(1)(A));
(II) in a county that is not included in a Metropolitan Statistical Area; or
(III) from an entity that participates in a Federal telemedicine demonstration project that has been approved by (or receives funding from) the Secretary of Health and Human Services as of December 31, 2000.
(ii) SITES DESCRIBED.—The sites referred to in clause (i) are the following sites:
(I) The office of a physician or practitioner. (II) A critical access hospital (as defined in section 1861(mm)(1)).
(III) A rural health clinic (as defined in section 1861(aa)(2)).
(IV) A Federally qualified health center (as defined in section 1861(aa)(4)).
(V) A hospital (as defined in section 1861(e)). (VI) A hospital-based or critical access hospital-based renal dialysis center (including satellites).
(VII) A skilled nursing facility (as defined in section 1819(a)).
(VIII) A community mental health center (as defined in section 1861(ff)(3)(B)).
(X) A renal dialysis facility, but only for purposes of section 1881(b)(3)(B).
(X) The home of an individual, but only for purposes of section 1881(b)(3)(B) or telehealth services described in paragraph (7).
(D) PHYSICIAN.—The term “physician” has the meaning given that term in section 1861(r).
(E) PRACTITIONER.—The term “practitioner” has the meaning given that term in section 1842(b)(18)(C).
(F) TELEHEALTH SERVICE.—
(i) IN GENERAL.—The term “telehealth service” means professional consultations, office visits, and office psychiatry services (identified as of July 1, 2000, by HCPCS codes 99241–99275, 99201–99215, 90804–90809, and 90862 (and as subsequently modified by the Secretary)), and any additional service specified by the Secretary.
(ii) YEARLY UPDATE.—The Secretary shall establish a process that provides, on an annual basis, for the addition or deletion of services (and HCPCS codes), as appropriate, to those specified in clause (i) for authorized payment under paragraph (1).

(5) TREATMENT OF HOME DIALYSIS MONTHLY ESRD-RELATED VISIT.—The geographic requirements described in paragraph (4)(C)(i) shall not apply with respect to telehealth services furnished on or after January 1, 2019, for purposes of section 1881(b)(3)(B), at an originating site described in subclause (VI), (IX), or (X) of paragraph (4)(C)(ii).

(6) TREATMENT OF STROKE TELEHEALTH SERVICES.—
(A) NON-APPLICATION OF ORIGINATING SITE REQUIREMENTS.—The requirements described in paragraph (4)(C) shall not apply with respect to telehealth services furnished on or after January 1, 2019, for purposes of diagnosis, evaluation, or treatment of symptoms of an acute stroke, as determined by the Secretary.
(B) INCLUSION OF CERTAIN SITES.—With respect to telehealth services described in subparagraph (A), the term “originating site” shall include any hospital (as defined in section 1861(e)) or critical access hospital (as defined in section 1861(mm)(1)), any mobile stroke unit (as defined by the Secretary), or any other site determined appropriate by the Secretary, at which the eligible telehealth individual is located at the time the service is furnished via a telecommunications system.

(C) NO ORIGINATING SITE FACILITY FEE FOR NEW SITES.—No facility fee shall be paid under paragraph (2)(B) to an originating site with respect to a telehealth service described in subparagraph (A) if the originating site does not otherwise meet the requirements for an originating site under paragraph (4)(C).

(7) TREATMENT OF SUBSTANCE USE DISORDER SERVICES FURNISHED THROUGH TELEHEALTH.—The geographic requirements described in paragraph (4)(C)(i) shall not apply with respect to telehealth services furnished on or after July 1, 2019, to an eligible telehealth individual with a substance use disorder diagnosis for purposes of treatment of such disorder.
or co-occurring mental health disorder, as determined by the Secretary, at an originating site described in paragraph (4)(C)(ii) (other than an originating site described in subclause (IX) of such paragraph).

Section 3706 of the CARES Act follows.

SEC. 3706. USE OF TELEHEALTH TO CONDUCT FACE-TO-FACE ENCOUNTER PRIOR TO RECERTIFICATION OF ELIGIBILITY FOR HOSPICE CARE DURING EMERGENCY PERIOD.

Section 1814(a)(7)(D)(i) of the Social Security Act (42 U.S.C. 1395f(a)(7(D)(i)) is amended—

(1) by striking “a hospice” and inserting “(I) subject to subclause (II), a hospice”; and

(2) by inserting after subclause (I), as added by paragraph (1), the following new subclause:

“(II) during the emergency period described in section 1135(g)(1)(B), a hospice physician or nurse practitioner may conduct a face-to-face encounter required under this clause via telehealth, as determined appropriate by the Secretary; and”.

The amendment made the following changes to prior law as shown below (proposed new text added in red):

(7) in the case of hospice care provided an individual—

(A)(i) in the first 90-day period—

(I) the individual’s attending physician (as defined in section 1395x(dd)(3)(B) of this title) (which for purposes of this subparagraph does not include a nurse practitioner), and

(II) the medical director (or physician member of the interdisciplinary group described in section 1395x(dd)(2)(B) of this title) of the hospice program providing (or arranging for) the care, each certify in writing at the beginning of the period, that the individual is terminally ill (as defined in section 1395x(dd)(3)(A) of this title) based on the physician’s or medical director’s clinical judgment regarding the normal course of the individual’s illness, and

(ii) in a subsequent 90- or 60-day period, the medical director or physician described in clause (i)(II) recertifies at the beginning of the period that the individual is terminally ill based on such clinical judgment;

(B) a written plan for providing hospice care with respect to such individual has been established (before such care is provided by, or under arrangements made by, that hospice program) and is periodically reviewed by the individual’s attending physician and by the medical director (and the interdisciplinary group described in section 1395x(dd)(2)(B) of this title) of the hospice program;

(C) such care is being or was provided pursuant to such plan of care; and

(D) on and after January 1, 2011—

(i)(I) subject to subclause (II), a hospice physician or nurse practitioner has a face-to-face encounter with the individual to determine continued eligibility of the individual for hospice care prior to the 180th-day recertification and each subsequent recertification under subparagraph (A)(ii) and attests that such visit took place (in accordance with procedures established by the Secretary);

(II) during the emergency period described in section 1135(g)(1)(B), a hospice physician or nurse practitioner may conduct a face-to-face encounter required under this clause via telehealth, as determined appropriate by the Secretary; and

(ii) in the case of hospice care provided an individual for more than 180 days by a hospice program for which the number of such cases for such program comprises more than a percent (specified by the Secretary) of the total number of such cases for all programs under this subchapter, the hospice care provided to such individual is medically reviewed (in accordance with procedures established by the Secretary);