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### Editor's note

This note is produced every Friday by the <u>KPMG Center for Healthcare Regulatory Insight</u> and is intended to be short and succinct, no more than 360 words, to provide a digestible bite of healthcare and life sciences news from the past week. Please share this email with colleagues and other interested individuals, and encourage them to subscribe to our mailing list here.

We welcome your feedback. Let us know if KPMG can help. Please <u>reply here to me</u>, **Larry Kocot**, principal and national leader, KPMG Center for Healthcare Regulatory Insight or simply reply to this email with any comments or requests.

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# Healthcare regulatory news

HHS released a <u>behavioral health integration roadmap including improving behavioral health care</u> <u>workforce capacity, affordability, access and outreach</u>...a bi-partisan Senate bill aims to <u>increase</u> funding and training for mental health care providers to address workforce shortages.

FDA granted accelerated approval for Bluebird Bio's SKYSONA... a rare neurological disorder gene therapy, costing approximately \$3M per treatment.

OIG found \$1.9M in 2019 Part B overpayments to Critical Access Hospitals (CAHs) and related providers and almost \$300K in excess beneficiary cost-sharing.



A federal judge denied DOJ's request to block UnitedHealth Group's \$13B acquisition of Change Healthcare.

<u>Moody's issued its lowest credit rating to Envision Healthcare,</u> warning that the company may face bankruptcy or major restructuring.

<u>A KaufmanHall report, sponsored by AHA, projected</u> over half of hospitals will have negative margins through 2022, down 37% relative to pre-pandemic levels.

Urban Institute reports found: (1) Uninsured and publicly insured individuals were more than twice as likely as privately insured individuals to <u>report unfair treatment</u> in healthcare settings; (2) Without additional funding, reducing Medicare costs will be <u>insufficient to prevent projected insolvency of the HI trust fund by 2028.</u>

New studies found: (1) Medical debt is associated with 1.7x and 3.1x risk of worsening housing and food security, respectively; (2) More than 80% of pregnancy-related deaths between 2017 and 2019 were preventable.

Walgreens <u>completed its acquisition of Shields Health Solutions</u> for \$1.3B...McKesson <u>will acquire Rx Savings Solutions for \$875M...Humana plans to acquire senior-focused primary care centers from Welsh Carson</u> for up to \$550M...<u>Graphite Health will partner with Datavant</u> to utilize Datavant's healthcare data platform for several major U.S. health systems...<u>Pfizer will invest \$20M in CytoReason partnership</u> to leverage its AI technology for drug development...Naveris, a cancer detection startup, <u>raised \$33.4M in series A funding</u> to commercialize its cancer detection tests.

<u>Following the AHA and AMA move to dismiss their lawsuit</u> challenging the No Surprises Act arbitration process, the <u>Texas Medical Association filed a new lawsuit</u> alleging the Act's arbitration favors insurers.

Centene will <u>pay \$165M</u> to resolve claims that it overcharged Texas for Medicaid pharmacy services.

A draft report from the <u>U.S. Preventative Services Task Force recommended</u> screening all adults under 65 for anxiety.

## Special Section: COVID-19 and Monkeypox News

President Biden <u>declared the COVID-19 pandemic "is over"</u> in a "60 Minutes" interview, which was "clarified" by the Administration in subsequent comments.

New CDC data showed that <u>COVID-19 variant BF.7 doubled its incidence rate</u> nationally in the last two weeks from 0.8% to 1.7%.

The CDC expects <u>updated COVID-19 boosters to be available to children aged 5-11 years</u> by mid-October.

A new OIG report found the <u>FDA's Emergency Use Authorization (EUA) process for COVID-19</u> treatment compromised test quality at the beginning of the pandemic.

The CDC announced that new Monkeypox cases are down 50% since early August.

A new HHS cybersecurity alert announced that a Monkeypox-themed phishing campaign targets healthcare providers.



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