

### 117TH CONGRESS 1ST SESSION

# S. 304

To provide targeted funding for States and other eligible entities through the Social Services Block Grant program to address the increased burden that maintaining the health and hygiene of infants and toddlers, medically complex children, and low-income adults or adults with disabilities who rely on adult incontinence materials and supplies place on families in need, the resultant adverse health effects on children and families, and the limited child care options available for infants and toddlers who lack sufficient diapers and diapering supplies, and for other purposes.

#### IN THE SENATE OF THE UNITED STATES

February 8, 2021

Ms. Duckworth (for herself, Mr. Cramer, Mr. Casey, Mr. Durbin, Mrs. Gillibrand, and Ms. Smith) introduced the following bill; which was read twice and referred to the Committee on Finance

# A BILL

To provide targeted funding for States and other eligible entities through the Social Services Block Grant program to address the increased burden that maintaining the health and hygiene of infants and toddlers, medically complex children, and low-income adults or adults with disabilities who rely on adult incontinence materials and supplies place on families in need, the resultant adverse health effects on children and families, and the limited child care options available for infants and toddlers who lack sufficient diapers and diapering supplies, 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 "End Diaper Need Act            |
| 5  | of 2021".  |
| 6  | SEC. 2. TARGETED FUNDING FOR DIAPER ASSISTANCE (IN-          |
| 7  | CLUDING DIAPERING SUPPLIES AND ADULT                         |
| 8  | INCONTINENCE MATERIALS AND SUPPLIES)                         |
| 9  | THROUGH THE SOCIAL SERVICES BLOCK                            |
| 10 | GRANT PROGRAM.   |
| 11 | (a) Increase in Funding for Social Services                  |
| 12 | BLOCK GRANT PROGRAM.—  |
| 13 | (1) In general.—The amount specified in                      |
| 14 | subsection (c) of section 2003 of the Social Security        |
| 15 | Act (42 U.S.C. 1397b) for purposes of subsections            |
| 16 | (a) and (b) of such section is deemed to be                  |
| 17 | \$1,900,000,000 for each of fiscal years $2022$              |
| 18 | through 2025, of which, the amount equal to                  |
| 19 | \$200,000,000, reduced by the amounts reserved               |
| 20 | under paragraph (2)(B) for each such fiscal year,            |
| 21 | shall be obligated by States in accordance with sub-         |
| 22 | section (b).   |
| 23 | (2) Appropriation.—  |
| 24 | (A) IN GENERAL.—Out of any money in                          |
| 25 | the Treasury of the United States not otherwise              |

| 1  | appropriated, there is appropriated         |
|----|---|
| 2  | \$200,000,000 for each of fiscal years 2022 |
| 3  | through 2025, to carry out this section.    |
| 4  | (B) Reservations.—                          |
| 5  | (i) Purposes.—The Secretary shall           |
| 6  | reserve, from the amount appropriated       |
| 7  | under subparagraph (A) to carry out this    |
| 8  | section—                                    |
| 9  | (I) for each of fiscal years 2022           |
| 10 | through 2025, not more than 2 per-          |
| 11 | cent of the amount appropriated for         |
| 12 | the fiscal year for purposes of enter-      |
| 13 | ing into an agreement with a national       |
| 14 | entity described in subparagraph (C)        |
| 15 | to assist in providing technical assist-    |
| 16 | ance and training, to support effective     |
| 17 | policy, practice, research, and cross-      |
| 18 | system collaboration among grantees         |
| 19 | and subgrantees, and to assist in the       |
| 20 | administration of the program de-           |
| 21 | scribed in this section; and                |
| 22 | (II) for fiscal year 2022, an               |
| 23 | amount, not to exceed \$2,000,000, for      |
| 24 | purposes of conducting an evaluation        |
| 25 | under subsection (d).                       |

| 1  | (ii) No state entitlement to re-                |
|----|---|
| 2  | SERVED FUNDS.—The State entitlement             |
| 3  | under section 2002(a) of the Social Secu-       |
| 4  | rity Act (42 U.S.C. 1397a(a)) shall not         |
| 5  | apply to the amounts reserved under clause      |
| 6  | (i).  |
| 7  | (C) NATIONAL ENTITY DESCRIBED.—A na-            |
| 8  | tional entity described in this subparagraph is |
| 9  | a nonprofit organization described in section   |
| 10 | 501(c)(3) of the Internal Revenue Code of 1986  |
| 11 | and exempt from taxation under section 501(a)   |
| 12 | of such Code, that—                             |
| 13 | (i) has experience in more than 1               |
| 14 | State in the area of—                           |
| 15 | (I) community distributions of                  |
| 16 | basic need services, including experi-          |
| 17 | ence collecting, warehousing, and dis-          |
| 18 | tributing basic necessities such as dia-        |
| 19 | pers, food, or menstrual products;              |
| 20 | (II) child care;                                |
| 21 | (III) child development activities              |
| 22 | in low-income communities; or                   |
| 23 | (IV) motherhood, fatherhood, or                 |
| 24 | parent education efforts serving low-           |
| 25 | income parents of young children;               |

| 1  | (ii) demonstrates competency to im-             |
|----|---|
| 2  | plement a project, provide fiscal account-      |
| 3  | ability, collect data, and prepare reports      |
| 4  | and other necessary documentation; and          |
| 5  | (iii) demonstrates a willingness to             |
| 6  | share information with researchers, practi-     |
| 7  | tioners, and other interested parties.          |
| 8  | (b) Rules Governing Use of Additional           |
| 9  | Funds.—   |
| 10 | (1) In general.—Funds are used in accord-       |
| 11 | ance with this subsection if—                   |
| 12 | (A) the State, in consultation with relevant    |
| 13 | stakeholders, including agencies, professional  |
| 14 | associations, and nonprofit organizations, dis- |
| 15 | tributes the funds to eligible entities to—     |
| 16 | (i) decrease the need for diapers and           |
| 17 | diapering supplies and adult incontinence       |
| 18 | materials and supplies in low-income fami-      |
| 19 | lies and meet such unmet needs of infants       |
| 20 | and toddlers, medically complex children,       |
| 21 | and low-income adults and adults with dis-      |
| 22 | abilities in such families through—             |
| 23 | (I) the distribution of free dia-               |
| 24 | pers and diapering supplies, medically          |

| 1  | necessary diapers, and adult inconti-          |
|----|--|
| 2  | nence materials and supplies;                  |
| 3  | (II) community outreach to assist              |
| 4  | in participation in existing diaper dis-       |
| 5  | tribution programs or programs that            |
| 6  | distribute medically necessary diapers         |
| 7  | or adult incontinence materials and            |
| 8  | supplies; or                                   |
| 9  | (III) improving access to diapers              |
| 10 | and diapering supplies, medically nec-         |
| 11 | essary diapers, and adult incontinence         |
| 12 | materials and supplies; and                    |
| 13 | (ii) increase the ability of communities       |
| 14 | and low-income families in such commu-         |
| 15 | nities to provide for the need for diapers     |
| 16 | and diapering supplies, medically necessary    |
| 17 | diapers, and adult continence materials        |
| 18 | and supplies, of infants and toddlers, medi-   |
| 19 | cally complex children, and low-income         |
| 20 | adults and adults with disabilities;           |
| 21 | (B) the funds are used subject to the limi-    |
| 22 | tations in section 2005 of the Social Security |
| 23 | Act (42 U.S.C. 1397d);                         |
| 24 | (C) the funds are used to supplement, not      |
| 25 | supplant. State general revenue funds provided |

| 1  | for the purposes described in subparagraph (A);       |
|----|---|
| 2  | and   |
| 3  | (D) the funds are not used for costs that             |
| 4  | are reimbursable by the Federal Emergency             |
| 5  | Management Agency, under a contract for in-           |
| 6  | surance, or by self-insurance.                        |
| 7  | (2) Allowable uses by eligible enti-                  |
| 8  | TIES.—An eligible entity receiving funds made avail-  |
| 9  | able under subsection (a) shall use the funds for any |
| 10 | of the following:                                     |
| 11 | (A) To pay for the purchase and distribu-             |
| 12 | tion of diapers and diapering supplies, medically     |
| 13 | necessary diapers, and funding diaper (includ-        |
| 14 | ing medically necessary diapers) distribution         |
| 15 | that serves low-income families with—                 |
| 16 | (i) 1 or more children 3 years of age                 |
| 17 | or younger; or  |
| 18 | (ii) 1 or more medically complex chil-                |
| 19 | dren.   |
| 20 | (B) To pay for the purchase and distribu-             |
| 21 | tion of adult incontinence materials and sup-         |
| 22 | plies and funding distribution of such materials      |
| 23 | and supplies that serves low-income families          |
| 24 | with 1 or more low-income adults or adults with       |

| 1  | disabilities who rely on adult incontinence mate- |
|----|---|
| 2  | rials and supplies.                               |
| 3  | (C) To integrate activities carried out           |
| 4  | under subparagraph (A) with other basic needs     |
| 5  | assistance programs serving eligible children     |
| 6  | and their families, including the following:      |
| 7  | (i) Programs funded by the temporary              |
| 8  | assistance for needy families program             |
| 9  | under part A of title IV of the Social Secu-      |
| 10 | rity Act (42 U.S.C. 601 et seq.), including       |
| 11 | the State maintenance of effort provisions        |
| 12 | of such program.                                  |
| 13 | (ii) Programs designed to support the             |
| 14 | health of eligible children, such as the Chil-    |
| 15 | dren's Health Insurance Program under             |
| 16 | title XXI of the Social Security Act, the         |
| 17 | Medicaid program under title XIX of such          |
| 18 | Act, or State funded health care programs.        |
| 19 | (iii) Programs funded through the                 |
| 20 | special supplemental nutrition program for        |
| 21 | women, infants, and children under section        |
| 22 | 17 of the Child Nutrition Act of 1966.            |
| 23 | (iv) Programs that offer early home               |
| 24 | visiting services, including the maternal,        |
| 25 | infant, and early childhood home visiting         |

| 1 | program (including the Tribal home vis- |
|---|---|
| 2 | iting program) under section 511 of the |
| 3 | Social Security Act (42 U.S.C. 711).    |
| 4 | (v) Programs to provide improved and    |
|   |   |

(v) Programs to provide improved and affordable access to child care, including programs funded through the Child Care and Development Fund, the temporary assistance for needy families program under part A of title IV of the Social Security Act (42 U.S.C. 601 et seq.), or a Statefunded program.

## (3) Availability of funds.—

- (A) Funds distributed to an eligible entity by a State for a fiscal year may be expended by the eligible entity only in such fiscal year or the succeeding fiscal year.
- (B) EVALUATION.—Funds reserved under subsection (a)(2)(B)(i)(II) to carry out the evaluation under subsection (d) shall be available for expenditure during the 3-year period that begins on the date of enactment of this Act.
- (4) No effect on other programs.—Any assistance or benefits received by a family through

- funds made available under subsection (a) shall be
- 2 disregarded for purposes of determining the family's
- 3 eligibility for, or amount of, benefits under any other
- 4 Federal needs-based programs.
- 5 (c) Annual Reports.—A State shall include in the
- 6 annual report required under section 2006 of the Social
- 7 Security Act (42 U.S.C. 1397e) covering each of fiscal
- 8 years 2022 through 2025, information detailing how eligi-
- 9 ble entities, including subgrantees, used funds made avail-
- 10 able under subsection (a) to distribute diapers and dia-
- 11 pering supplies and adult incontinence materials and sup-
- 12 plies to families in need. Each such report shall include
- 13 the following:
- 14 (1) The number and age of infants, toddlers,
- medically complex children, and low-income adults
- and adults with disabilities who received assistance
- or benefits through such funds.
- 18 (2) The number of families that have received
- assistance or benefits through such funds.
- 20 (3) The number of diapers, medically necessary
- 21 diapers, or adult incontinence materials and supplies
- 22 (such as adult diapers, briefs, protective underwear,
- pull-ons, pull-ups, liners, shields, guards, pads, un-
- dergarments), and the number of each type of dia-

| 1  | pering or adult incontinence supply, distributed             |
|----|--|
| 2  | through the use of such funds.                               |
| 3  | (4) The ZIP Code or ZIP Codes where the eli-                 |
| 4  | gible entity (or subgrantee) distributed diapers and         |
| 5  | diapering supplies and adult incontinence materials          |
| 6  | and supplies.  |
| 7  | (5) The method or methods the eligible entity                |
| 8  | (or subgrantee) uses to distribute diapers and dia-          |
| 9  | pering supplies and, adult incontinence materials            |
| 10 | and supplies.  |
| 11 | (6) Such other information as the Secretary                  |
| 12 | may specify.   |
| 13 | (d) Evaluation.—The Secretary, in consultation               |
| 14 | with States, the national entity described in subsection     |
| 15 | (a)(2)(C), and eligible entities receiving funds made avail- |
| 16 | able under this section, shall—                              |
| 17 | (1) not later than 2 years after the date of en-             |
| 18 | actment of this Act—   |
| 19 | (A) complete an evaluation of the effective-                 |
| 20 | ness of the assistance program carried out pur-              |
| 21 | suant to this section, such as the effect of ac-             |
| 22 | tivities carried out under this Act on mitigating            |
| 23 | the health and developmental risks of unmet di-              |
| 24 | aper need among infants, toddlers, medically                 |

complex children, and other family members in

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| 1  | low-income families, including the risks of dia-             |
|----|--|
| 2  | per dermatitis, urinary tract infections, and pa-            |
| 3  | rental and child depression and anxiety;                     |
| 4  | (B) submit to the relevant congressional                     |
| 5  | committees a report on the results of such eval-             |
| 6  | uation; and  |
| 7  | (C) publish the results of the evaluation on                 |
| 8  | the internet website of the Department of                    |
| 9  | Health and Human Services;                                   |
| 10 | (2) not later than 3 years after the date of en-             |
| 11 | actment of this Act, update the evaluation required          |
| 12 | by paragraph (1)(A); and                                     |
| 13 | (3) not later than 90 days after completion of               |
| 14 | the updated evaluation under paragraph (2)—                  |
| 15 | (A) submit to the relevant congressional                     |
| 16 | committees a report describing the results of                |
| 17 | such updated evaluation; and                                 |
| 18 | (B) publish the results of such evaluation                   |
| 19 | on the internet website of the Department of                 |
| 20 | Health and Human Services.                                   |
| 21 | (e) Guidance.—Not later than 180 days after enact-           |
| 22 | ment of this Act, the Secretary shall issue guidance re-     |
| 23 | garding how the provisions of this section should be car-    |
| 24 | ried out, including information regarding eligible entities, |
| 25 | allowable use of funds, and reporting requirements.          |

| 1  | (f) Definitions.—In this section:                       |
|----|---|
| 2  | (1) ADULT INCONTINENCE MATERIALS AND                    |
| 3  | SUPPLIES.—The term "adult incontinence materials        |
| 4  | and supplies" means those supplies that are used to     |
| 5  | assist low-income adults or adults with disabilities    |
| 6  | and includes adult diapers, briefs, protective under-   |
| 7  | wear, pull-ons, pull-ups, liners, shields, guards, pads |
| 8  | undergarments, disposable wipes, over-the-counter       |
| 9  | adult diaper rash cream products, intermittent cath-    |
| 10 | eterization, indwelling catheters, condom catheters     |
| 11 | urinary drainage bags, external collection devices      |
| 12 | wearable urinals, and penile clamps.                    |
| 13 | (2) Adults with disabilities.—The term                  |
| 14 | "adults with disabilities" means individuals who—       |
| 15 | (A) have attained age 18; and                           |
| 16 | (B) have a disability (as such term is de-              |
| 17 | fined, with respect to an individual, in section        |
| 18 | 3 of the Americans with Disabilities Act of             |
| 19 | 1990 (42 U.S.C. 12102)).                                |
| 20 | (3) DIAPER.—The term "diaper" means an ab-              |
| 21 | sorbent garment that—                                   |
| 22 | (A) is washable or disposable that may be               |
| 23 | worn by an infant or toddler who is not toilet-         |
| 24 | trained; and  |
| 25 | (B) if disposable—                                      |

| 1  | (i) does not use any latex or common                 |
|----|--|
| 2  | allergens; and                                       |
| 3  | (ii) meets or exceeds the quality                    |
| 4  | standards for diapers commercially avail-            |
| 5  | able through retail sale in the following            |
| 6  | categories:  |
| 7  | (I) Absorbency (with acceptable                      |
| 8  | rates for first and second wetting).                 |
| 9  | (II) Waterproof outer cover.                         |
| 10 | (III) Flexible leg openings.                         |
| 11 | (IV) Refastening closures.                           |
| 12 | (4) Diapering supplies.—The term "dia-               |
| 13 | pering supplies" means items, including diaper wipes |
| 14 | and diaper cream, necessary to ensure that—          |
| 15 | (A) an eligible child using a diaper is prop-        |
| 16 | erly cleaned and protected from diaper rash; or      |
| 17 | (B) a medically complex child who uses a             |
| 18 | medically necessary diaper is properly cleaned       |
| 19 | and protected from diaper rash.                      |
| 20 | (5) ELIGIBLE CHILD.—The term "eligible               |
| 21 | child" means a child who—                            |
| 22 | (A) has not attained 4 years of age; and             |
| 23 | (B) is a member of a low-income family.              |
| 24 | (6) Eligible entities.—The term "eligible            |
| 25 | entity' means a State or local governmental entity,  |

| 1  | an Indian tribe or tribal organization (as defined in |
|----|---|
| 2  | section 4 of the Indian Self-Determination and Edu-   |
| 3  | cation Assistance Act), or a nonprofit organization   |
| 4  | described in section $501(c)(3)$ of the Internal Rev- |
| 5  | enue Code of 1986 and exempt from taxation under      |
| 6  | section 501(a) of such Code that—                     |
| 7  | (A) has experience in the area of—                    |
| 8  | (i) community distributions of basic                  |
| 9  | need services, including experience col-              |
| 10 | lecting, warehousing, and distributing basic          |
| 11 | necessities such as diapers, food, or men-            |
| 12 | strual products;                                      |
| 13 | (ii) child care;                                      |
| 14 | (iii) child development activities in                 |
| 15 | low-income communities; or                            |
| 16 | (iv) motherhood, fatherhood, or par-                  |
| 17 | ent education efforts serving low-income              |
| 18 | parents of young children;                            |
| 19 | (B) demonstrates competency to implement              |
| 20 | a project, provide fiscal accountability, collect     |
| 21 | data, and prepare reports and other necessary         |
| 22 | documentation; and                                    |
| 23 | (C) demonstrates a willingness to share in-           |
| 24 | formation with researchers, practitioners, and        |
| 25 | other interested parties.                             |

- 1 (7) FEDERAL POVERTY LINE.—The term "Fed2 eral poverty line" means the Federal poverty line as
  3 defined by the Office of Management and Budget
  4 and revised annually in accordance with section
  5 673(2) of the Omnibus Budget Reconciliation Act of
  6 1981 applicable to a family of the size involved.
  - (8) Low-income.—The term "low-income", with respect to a family, means a family whose self-certified income is not more than 200 percent of the Federal poverty line.
  - (9) Medically complex child" means an individual who has attained age 3 and for whom a licensed health care provider has provided a diagnosis of bowel or bladder incontinence, a bowel or bladder condition that causes excess urine or stool (such as short gut syndrome or diabetes insipidus), or a severe skin condition that causes skin erosions (such as epidermolysis bullosa).
  - (10) Medically necessary diaper" means an absorbent garment that is—
    - (A) washable or disposable;
- 24 (B) worn by a medically complex child who 25 has been diagnosed with bowel or bladder incon-

| 1  | tinence, a bowel or bladder condition that        |
|----|---|
| 2  | causes excess urine or stool (such as short gut   |
| 3  | syndrome or diabetes insipidus), or a severe      |
| 4  | skin condition that causes skin erosions (such    |
| 5  | as epidermolysis bullosa) and needs such gar-     |
| 6  | ment to correct or ameliorate such condition;     |
| 7  | and   |
| 8  | (C) if disposable—                                |
| 9  | (i) does not use any latex or common              |
| 10 | allergens; and                                    |
| 11 | (ii) meets or exceeds the quality                 |
| 12 | standards for diapers commercially avail-         |
| 13 | able through retail sale in the following         |
| 14 | categories:                                       |
| 15 | (I) Absorbency (with acceptable                   |
| 16 | rates for first and second wetting).              |
| 17 | (II) Waterproof outer cover.                      |
| 18 | (III) Flexible leg openings.                      |
| 19 | (IV) Refastening closures.                        |
| 20 | (g) Exemption of Program From Sequestra-          |
| 21 | TION.—  |
| 22 | (1) In general.—Section 255(h) of the Bal-        |
| 23 | anced Budget and Emergency Deficit Control Act of |
| 24 | 1985 (2 U.S.C. 905(h)) is amended by inserting    |

- 1 after "Supplemental Security Income Program (28–2 0406–0–1–609)." the following:
- "Targeted funding for States for diaper assistance (including diapering supplies and adult incontinence materials and supplies) through the Social
  Services Block Grant Program.".
- 7 (2) APPLICABILITY.—The amendment made by
  8 this subsection shall apply to any sequestration
  9 order issued under the Balanced Budget and Emer10 gency Deficit Control Act of 1985 (2 U.S.C. 900 et
  11 seq.) on or after the date of enactment of this Act.

### 12 SEC. 3. IMPROVING ACCESS TO DIAPERS FOR MEDICALLY

- 13 COMPLEX CHILDREN.
- Section 1915(c) of the Social Security Act (42 U.S.C.
- 15 1396n(c)) is amended by adding at the end the following
- 16 new paragraph:
- 17 "(11)(A) In the case of any waiver under this sub-
- 18 section that provides medical assistance to a medically
- 19 complex child who has been diagnosed with bowel or blad-
- 20 der incontinence, a bowel or bladder condition that causes
- 21 excess urine or stool (such as short gut syndrome or diabe-
- 22 tes insipidus), or a severe skin condition that causes skin
- 23 erosions (such as epidermolysis bullosa), such medical as-
- 24 sistance shall include, for the duration of the waiver, the
- 25 provision of 200 medically necessary diapers per month

| 1  | and diapering supplies. Such medical assistance may in-      |
|----|--|
| 2  | clude the provision of medically necessary diapers in        |
| 3  | amounts greater than 200 if a licensed health care pro-      |
| 4  | vider (such as a physician, nurse practitioner, or physician |
| 5  | assistant) specifies that such greater amounts are nec-      |
| 6  | essary for such medically complex child.                     |
| 7  | "(B) For purposes of this paragraph:                         |
| 8  | "(i) The term 'medically complex child' means                |
| 9  | an individual who has attained age 3 and for whom            |
| 10 | a licensed health care provider has provided a diag-         |
| 11 | nosis of 1 or more significant chronic conditions.           |
| 12 | "(ii) The term 'medically necessary diaper                   |
| 13 | means an absorbent garment that is—                          |
| 14 | "(I) washable or disposable;                                 |
| 15 | "(II) worn by a medically complex child                      |
| 16 | who has been diagnosed with a condition de-                  |
| 17 | scribed in subparagraph (A) and needs such                   |
| 18 | garment to correct or ameliorate such condition              |
| 19 | and  |
| 20 | "(III) if disposable—  |
| 21 | "(aa) does not use any latex or com-                         |
| 22 | mon allergens; and   |
| 23 | "(bb) meets or exceeds the quality                           |
| 24 | standards for dianers commercially avail-                    |

| 1  | able through retail sale in the following                |
|----|--|
| 2  | categories:  |
| 3  | "(AA) Absorbency (with accept-                           |
| 4  | able rates for first and second wet-                     |
| 5  | ting).   |
| 6  | "(BB) Waterproof outer cover.                            |
| 7  | "(CC) Flexible leg openings.                             |
| 8  | "(DD) Refastening closures.                              |
| 9  | "(iii) The term 'diapering supplies' means               |
| 10 | items, including diaper wipes and diaper creams,         |
| 11 | necessary to ensure that a medically complex child       |
| 12 | who has been diagnosed with a condition described        |
| 13 | in subparagraph (A) and uses a medically necessary       |
| 14 | diaper is properly cleaned and protected from diaper     |
| 15 | rash.".  |
| 16 | SEC. 4. INCLUSION OF DIAPERS AND DIAPERING SUPPLIES      |
| 17 | AS QUALIFIED MEDICAL EXPENSES.                           |
| 18 | (a) Health Savings Accounts.—Section                     |
| 19 | 223(d)(2) of the Internal Revenue Code of 1986 is amend- |
| 20 | ed—  |
| 21 | (1) by inserting ", medically necessary diapers,         |
| 22 | and diapering supplies" after "menstrual care prod-      |
| 23 | ucts" in the last sentence of subparagraph (A); and      |
| 24 | (2) by adding at the end the following new sub-          |
| 25 | paragraph:   |

| 1  | "(E) Medically necessary diapers             |
|----|--|
| 2  | AND DIAPERING SUPPLIES.—For purposes of      |
| 3  | this paragraph—                              |
| 4  | "(i) Medically necessary dia-                |
| 5  | PERS.—The term 'medically necessary dia-     |
| 6  | per' means an absorbent garment which is     |
| 7  | washable or disposable and which is worn     |
| 8  | by an individual who has attained 3 years    |
| 9  | of age because of medical necessity, such    |
| 10 | as someone who has been diagnosed with       |
| 11 | bowel or bladder incontinence, a bowel or    |
| 12 | bladder condition that causes excess urine   |
| 13 | or stool (such as short gut syndrome or di-  |
| 14 | abetes insipidus), or a severe skin condi-   |
| 15 | tion that causes skin erosions (such as      |
| 16 | epidermolysis bullosa) and needs such gar-   |
| 17 | ment to correct or ameliorate such condi-    |
| 18 | tion, to serve a preventative medical pur-   |
| 19 | pose, or to correct or ameliorate defects or |
| 20 | physical or mental illnesses or conditions   |
| 21 | diagnosed by a licensed health care pro-     |
| 22 | vider, and, if disposable—                   |
| 23 | "(I) does not use any latex or               |
| 24 | common allergens; and                        |
|    |  |

| 1  | "(II) meets or exceeds the quality                        |
|----|---|
| 2  | standards for diapers commercially                        |
| 3  | available through retail sale in the fol-                 |
| 4  | lowing categories:  |
| 5  | "(aa) Absorbency (with ac-                                |
| 6  | ceptable rates for first and sec-                         |
| 7  | ond wetting).   |
| 8  | "(bb) Waterproof outer                                    |
| 9  | cover.  |
| 10 | "(cc) Flexible leg openings.                              |
| 11 | "(dd) Refastening closures.                               |
| 12 | "(ii) Diapering supplies.—The                             |
| 13 | term 'diapering supplies' means items, in-                |
| 14 | cluding diaper wipes and diaper creams,                   |
| 15 | necessary to ensure that an individual                    |
| 16 | wearing medically necessary diapers is                    |
| 17 | properly cleaned and protected from diaper                |
| 18 | rash.".   |
| 19 | (b) Archer MSAs.—The last sentence of section             |
| 20 | 220(d)(2)(A) of such Code is amended by inserting ",      |
| 21 | medically necessary diapers (as defined in section        |
| 22 | 223(d)(2)(E)), and diapering supplies (as defined in sec- |
| 23 | tion $223(d)(2)(E)$ )" after "menstrual care products (as |
| 24 | defined in section 223(d)(2)(D))".                        |

| 1  | (c) Health Flexible Spending Arrangements            |
|----|--|
| 2  | AND HEALTH REIMBURSEMENT ARRANGEMENTS.—Sec-          |
| 3  | tion 106(f) of such Code is amended—                 |
| 4  | (1) by inserting ", medically necessary diapers      |
| 5  | (as defined in section 223(d)(2)(E)), and diapering  |
| 6  | supplies (as defined in section 223(d)(2)(E))" after |
| 7  | "menstrual care products (as defined in section      |
| 8  | 223(d)(2)(D))"; and                                  |
| 9  | (2) in the heading, by inserting ", MEDICALLY        |
| 10 | NECESSARY DIAPERS, AND DIAPERING SUPPLIES"           |
| 11 | after "Menstrual Care Products".                     |
| 12 | (d) Effective Dates.—                                |
| 13 | (1) Distributions from Certain Ac-                   |
| 14 | COUNTS.—The amendments made by subsections (a)       |
| 15 | and (b) shall apply to amounts paid after December   |
| 16 | 31, 2022.  |
| 17 | (2) Reimbursements.—The amendment made               |
| 18 | by subsection (c) shall apply to expenses incurred   |
| 19 | after December 31, 2022.                             |