does not make a determination regarding review within 30 calendar days, the decision of the hearing officer is final.

- (d) Review by the Administrator. If the Administrator elects to review the hearing decision regarding a contract determination, the Administrator shall review the hearing officer's decision and determine, based upon this decision, the hearing record, and any written arguments submitted by the MA organization or CMS, whether the determination should be upheld, reversed, or modified.
- (e) Decision by the Administrator. The Administrator issues a written decision, and furnishes the decision to the MA organization requesting review.

 $[63\ {\rm FR}\ 35113,\ {\rm June}\ 26,\ 1998,\ {\rm as}\ {\rm amended}\ {\rm at}\ 72$ FR $68725,\ {\rm Dec.}\ 5,\ 2007;\ 75$ FR $19813,\ {\rm Apr.}\ 15,\ 2010]$

§ 422.694 Effect of Administrator's decision.

A decision by the Administrator under section 422.692 is final and binding unless it is reopened and revised in accordance with § 422.696.

§ 422.696 Reopening of a contract determination or decision of a hearing officer or the Administrator.

- (a) Contract determination. CMS may reopen and revise an initial determination upon its own motion.
- (b) Decision of hearing officer. A decision of a hearing officer that is unfavorable to any party and is otherwise final may be reopened and revised by the hearing officer upon the officer's own motion within one year of the notice of the hearing decision. Another hearing officer designated by CMS may reopen and revise the decision if the hearing officer who issued the decision is unavailable.
- (c) Decision of Administrator. A decision by the Administrator that is otherwise final may be reopened and revised by the Administrator upon the Administrator's own motion within one year of the notice of the Administrator's decision.
- (d) *Notices*. (1) The notice of reopening and of any revisions following the reopening is mailed to the parties.

(2) The notice of revision specifies the reasons for revisions.

[63 FR 35113, June 26, 1998, as amended at 72 FR 68725, Dec. 5, 2007; 75 FR 19814, Apr. 15, 2010]

Subpart O—Intermediate Sanctions

SOURCE: 63 FR 35115, June 26, 1998, unless otherwise noted.

§ 422.750 Types of intermediate sanctions and civil money penalties.

- (a) The following intermediate sanctions may be imposed and will continue in effect until CMS is satisfied that the deficiencies that are the basis for the sanction determination have been corrected and are not likely to recur:
- (1) Suspension of the MA organization's enrollment of Medicare beneficiaries.
- (2) Suspension of payment to the MA organization for Medicare beneficiaries enrolled after the date CMS notifies the organization of the intermediate sanction
- (3) Suspension of communication activities to Medicare beneficiaries by an MA organization, as defined by CMS.
- (b) CMS may impose civil money penalties as specified in 422.760.

[72 FR 68725, Dec. 5, 2007, as amended at 75 FR 19814, Apr. 15, 2010; 83 FR 16734, Apr. 16, 2018]

§ 422.752 Basis for imposing intermediate sanctions and civil money penalties.

- (a) All intermediate sanctions. For the violations listed in this paragraph, CMS may impose one or more of the sanctions specified in §422.750(a) of this subpart on any MA organization with a contract. The MA organization may also be subject to other remedies authorized under law.
- (1) Fails substantially to provide medically necessary items and services that are required (under law or under the contract) to be provided to an individual covered under the contract, if the failure has adversely affected (or has the substantial likelihood of adversely affecting) the individual.
- (2) Imposes on MA enrollees premiums in excess of the monthly basic