117th CONGRESS 1st Session



To establish a public health plan.

IN THE SENATE OF THE UNITED STATES

Mr. BENNET (for himself and Mr. KAINE) introduced the following bill; which was read twice and referred to the Committee on _____

A BILL

To establish a public health plan.

- 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 "Medicare-X Choice Act
- 5 of 2021".

6 SEC. 2. ESTABLISHMENT AND ADMINISTRATION OF A PUB-

- 7 LIC HEALTH PLAN.
- 8 The Social Security Act is amended by adding at the9 end the following new title:

1	"TITLE XXII—MEDICARE
2	EXCHANGE HEALTH PLAN
3	"SEC. 2201. ESTABLISHMENT.
4	"(a) Establishment of Plan.—
5	"(1) IN GENERAL.—The Secretary shall estab-
6	lish a coordinated and low-cost health plan, to be
7	known as the 'Medicare Exchange health plan' (re-
8	ferred to in this section as the 'health plan') to pro-
9	vide access to quality health care for enrollees.
10	"(2) TIMEFRAME.—
11	"(A) INDIVIDUAL MARKET AVAIL-
12	ABILITY.—
13	"(i) IN GENERAL.—In accordance
14	with clause (ii), the Secretary shall make
15	the health plan available in the individual
16	market, in certain rating areas, for plan
17	year 2022 and each subsequent plan year,
18	and increase the availability such that the
19	plan is available in the individual market
20	to all residents of all rating areas in the
21	United States for plan year 2025 and each
22	subsequent plan year.
23	"(ii) Priority Areas.—In deter-
24	mining in which rating areas the Secretary
25	initially will make the health plan avail-

1	able, the Secretary shall give priority to
2	rating areas in which—
3	"(I) not more than 1 health in-
4	surance issuer offers plans on the ap-
5	plicable State or Federal American
6	Health Benefit Exchange (referred to
7	in this title as the 'Exchange'); or
8	"(II) there is a shortage of
9	health providers or lack of competition
10	that results in a high cost of health
11	care services, including health profes-
12	sional shortage areas and rural areas.
13	"(B) SMALL GROUP MARKET.—The Sec-
14	retary shall make the health plan available in
15	the small group market in all rating areas for
16	plan year 2025.
17	"(b) Establishment of Funds.—
18	"(1) Plan reserve fund.—
19	"(A) IN GENERAL.—There is established in
20	the Treasury of the United States a 'Plan Re-
21	serve Fund', to be administered by the Sec-
22	retary of Health and Human Services, for pur-
23	poses of establishing the Medicare Exchange
24	health plan and administering such plan, con-
25	sisting of amounts appropriated to such fund

1	during the period of fiscal years 2021 through
2	2030.
3	"(B) Appropriation.—There is appro-
4	priated \$1,000,000,000, out of monies in the
5	Treasury not otherwise obligated, to the Plan
6	Reserve Fund for fiscal year 2021, to remain
7	available until expended.
8	"(2) Data and technology fund.—
9	"(A) IN GENERAL.—There is established in
10	the Treasury of the United States a 'Data and
11	Technology Fund', to be administered by the
12	Secretary of Health and Human Services, act-
13	ing through the Chief Actuary of the Centers
14	for Medicare & Medicaid Services, for purposes
15	of updating technology and performing data
16	collection under section 2205 in order to estab-
17	lish appropriate premiums for all geographic re-
18	gions of the United States, consisting of
19	amounts appropriated to such fund during the
20	period of fiscal years 2021 through 2030.
21	"(B) Appropriation.—There is appro-
22	priated \$1,000,000,000, out of amounts in the
23	Treasury not otherwise appropriated, to the
24	Data and Technology Fund for fiscal year
25	2021, to remain available until expended.

"(c) RULEMAKING.—Not later than 180 days after
 the date of enactment of this Act, the Secretary shall pro mulgate such regulations as may be necessary to carry out
 this title. Rules promulgated under this subsection shall
 be finalized not later than 270 days after the date of en actment of this Act.

7 "SEC. 2202. AVAILABILITY OF PLAN.

8 "(a) ELIGIBILITY.—An individual shall be eligible to
9 enroll in the health plan if such individual, for the entire
10 period for which enrollment is sought—

"(1) is a qualified individual within the meaning of section 1312 of the Patient Protection and
Affordable Care Act (42 U.S.C. 18032); and

14 "(2) is not eligible for benefits under the Medi-15 care program under title XVIII.

"(b) EXCHANGES.—In accordance with the timeframe under section 2201(a)(2), the health plan shall be
made available through the American Health Benefit Exchanges described in sections 1311 and 1321 of the Patient Protection and Affordable Care Act (42 U.S.C.
18031, 18041), including the Small Business Health Options Program Exchange.

23 "SEC. 2203. PLAN REQUIREMENTS.

24 "(a) GENERAL REQUIREMENTS.—The health plan25 shall comply with all requirements, as applicable, of sub-

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title D of title I of the Patient Protection and Affordable
 Care Act (42 U.S.C. 18021 et seq.) and title XXVII of
 the Public Health Service Act (42 U.S.C. 300gg et seq.)
 applicable to qualified health plans, and such health plan
 shall be a qualified health plan, including for purposes of
 the Internal Revenue Code of 1986.

7 "(b) LEVELS OF COVERAGE.—The Secretary—

8 "(1) shall make available a silver level and gold
9 level version of the plan, in accordance with section
10 1301(a)(1)(C)(ii); and

"(2) may make available no more than 2
versions of the plan for each of the 4 levels of coverage described in subparagraphs (A) through (D) of
section 1302(d)(1) of the Patient Protection and Affordable Care Act (42 U.S.C. 18022(d)(1)).

16 "(c) PRIMARY CARE SERVICES.—The health plan
17 shall provide coverage for primary care services, and shall
18 not impose any cost-sharing requirements for such serv19 ices.

20 "SEC. 2204. ADMINISTRATIVE CONTRACTING.

"(a) IN GENERAL.—The Secretary may enter into
contracts for the purpose of performing administrative
functions (including functions described in subsection
(a)(4) of section 1874A) with respect to the health plan
in the same manner as the Secretary may enter into con-

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tracts under subsection (a)(1) of such section. The Sec retary shall have the same authority with respect to the
 public health insurance option as the Secretary has under
 such subsection (a)(1) and subsection (b) of section 1874A
 with respect to title XVIII.

6 "(b) TRANSFER OF INSURANCE RISK.—Any contract 7 under subsection (a) shall not involve the transfer of in-8 surance risk from the Secretary to the entity entering into 9 such contract with the Secretary, except in the case of an 10 alternative payment model under section 2209(h).

11 "SEC. 2205. DATA COLLECTION.

12 "Subject to all applicable privacy requirements, in-13 cluding the requirements under the regulations promulgated pursuant to section 264(c) of the Health Insurance 14 15 Portability and Accountability Act of 1996 (42 U.S.C. 1320d–2 note), the Secretary may collect data from State 16 17 insurance commissioners and other relevant entities to es-18 tablish rates for premiums and for other purposes including to improve quality, and reduce racial, ethnic, socio-19 20 economic, geographic, gender, sexual identity, and other 21 health disparities, including such disparities experienced 22 by people with disabilities and older adults, with respect 23 to the health plan.

24 "SEC. 2206. PREMIUMS; RISK POOL.

25 "(a) Setting Premiums.—

1 "(1) IN GENERAL.—The Secretary shall estab-2 lish premiums for the health plan that cover the full 3 actuarial cost of offering such plan, including the 4 administrative costs of offering such plan. Such pre-5 miums shall vary geographically and between the 6 small group market and the individual market in ac-7 cordance with differences in the cost of providing 8 such coverage. If, for any plan year, the amount col-9 lected in premiums exceeds the amount required for 10 health care benefits and administrative costs in that 11 plan year, such excess amounts shall remain avail-12 able to the Secretary to administer the health plan 13 and finance beneficiary costs in subsequent years. 14 "(2) INITIAL PLAN YEAR.—For plan year 2022,

15 the Secretary shall set premiums for the health plan 16 for each rating area in which the health plan is 17 available for such plan year, taking into consider-18 ation the premium rates for plans offered in each 19 such rating area for plan year 2021.

20 "(b) RISK POOL.—After plan year 2022, all enrollees
21 in the health plan within a State shall be members of a
22 single risk pool, except that the Secretary may establish
23 separate risk pools for the individual market and small
24 group market if the State has not exercised its authority

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under section 1312(c)(3) of the Patient Protection and Af fordable Care Act.

3 "SEC. 2207. REIMBURSEMENT RATES.

"(a) Medicare Rates.—

5 "(1) IN GENERAL.—Except as provided in para-6 graph (2) and subsections (b) and (c) and subject to 7 subsection (d), the Secretary shall reimburse health 8 care providers furnishing items and services under 9 the health plan at rates determined for equivalent 10 items and services under the original Medicare fee-11 for-service program under parts A and B of title 12 XVIII.

13 "(2) AUTHORITY TO INCREASE PAYMENTS
14 RATES IN RURAL AREAS.—If the Secretary deter15 mines appropriate, the Secretary may increase the
16 reimbursements rates described in paragraph (1) by
17 up to 50 percent for items and services furnished in
18 rural areas (as defined in section 1886(d)(2)(D)).

"(b) PRESCRIPTION DRUGS.—Subject to subsection
(d), payment rates for prescription drugs shall be at a rate
negotiated by the Secretary. Such negotiations may be in
conjunction with negotiations for covered part D drugs
under part D of title XVIII.

24 "(c) ADDITIONAL ITEMS AND SERVICES.—Subject to25 subsection (d), the Secretary shall establish reimburse-

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ment rates for any items and services provided under the
 health plan that are not items and services provided under
 the original Medicare fee-for-service program under parts
 A and B of title XVIII.

5 "(d) INNOVATIVE PAYMENT METHODS.—The Sec6 retary may utilize innovative payment methods, including
7 value-based payment arrangements, in making payments
8 for items and services (including prescription drugs) fur9 nished under the health plan.

10 "(e) Comprehensive Study on Covering Addi-11 TIONAL SERVICES.—

12 "(1) IN GENERAL.—The Secretary, acting
13 through the Administrator of the Centers for Medi14 care & Medicaid Services, shall conduct a com15 prehensive study, in consultation with stakeholders,
16 and develop recommendations for Congress on the
17 need for, and cost of providing coverage for, addi18 tional services under the health plan.

19 "(2) CONTENT.—The study shall under para-20 graph (1) shall include—

21 "(A) consideration of providing coverage
22 for long-term services and supports, home and
23 community based services, assistive and ena24 bling technologies, and vision, hearing, and den25 tal services;

1	"(B) consideration of providing coverage
2	for other services in addition to the services de-
3	scribed in subparagraph (A) that could most
4	benefit the health and financial well-being of
5	beneficiaries, including by reducing health dis-
6	parities, if included for coverage under the plan;
7	"(C) the costs associated with covering ad-
8	ditional services described in subparagraphs (A)
9	and (B), for beneficiaries through cost-sharing
10	and premiums, and for the Federal Govern-
11	ment; and
12	"(D) an assessment of the implications of
13	covering such additional services for the risk
14	pool of the health plan and for the individual
15	and small group markets.
16	"(3) SUBMISSION OF REPORT.—Not later than
17	2 years after the date of enactment of this title, the
18	Secretary shall submit to Congress a report on the
19	findings and recommendations of the study under
20	this subsection and shall make such report publicly
21	available on the website of the Department of
22	Health and Human Services.
23	"SEC. 2208. PARTICIPATING PROVIDERS.
24	"(a) Requirement To Participate in Order To

24 "(a) REQUIREMENT TO PARTICIPATE IN ORDER TO25 BE ENROLLED UNDER MEDICARE.—Subject to sub-

section (d), beginning January 1, 2022, a health care pro vider may not be enrolled under the Medicare program
 under section 1866(j) unless the provider is also a partici pating provider under the health plan.

5 "(b) REQUIREMENT TO PARTICIPATE IN ORDER TO
6 PARTICIPATE IN MEDICAID.—Subject to subsection (d),
7 beginning January 1, 2022, a health care provider may
8 not be a participating provider under a State Medicaid
9 plan under title XIX unless the provider is also a partici10 pating provider under the health plan.

"(c) ADDITIONAL PROVIDERS.—The Secretary shall
establish a process to allow health care providers not described in subsection (a) or (b) to become a participating
provider under the health plan.

15 "(d) OPT-OUT.—The Secretary shall establish a 16 process by which a health care provider described in sub-17 section (a) or (b) may opt out of being a participating 18 provider under the health plan, under exceptional cir-19 cumstances where participation in the health plan threat-20 ens the provider's ability to operate.

21 "SEC. 2209. DELIVERY SYSTEM REFORM FOR AN ENHANCED 22 HEALTH PLAN.

23 "(a) IN GENERAL.—For plan years beginning with
24 plan year 2022, the Secretary may utilize innovative pay25 ment mechanisms and policies to determine payments for

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items and services under the health plan. The payment 1 2 mechanisms and policies under this section may include 3 patient-centered medical home and other care manage-4 ment payments, accountable care organizations, account-5 able communities for health, value-based purchasing, bun-6 dling of services, differential payment rates, performance 7 or utilization based payments, telehealth, remote patient 8 monitoring, partial capitation, and direct contracting with 9 providers.

10 "(b) REQUIREMENTS FOR INNOVATIVE PAYMENTS.—
11 The Secretary shall design and implement the payment
12 mechanisms and policies under this section in a manner
13 that—

14 "(1) seeks to—

- 15 "(A) improve health outcomes;
- "(B) reduce health disparities (including
 racial, ethnic, socioeconomic, geographic, gender, sexual identity, and other disparities, including such disparities experienced by people
 with disabilities and older adults);

21 "(C) improve coordination to provide more
22 efficient and affordable quality care;

23 "(D) address geographic variation in the
24 provision of health services; or

25 "(E) prevent or manage chronic illness;

1	"(2) promotes care that is integrated, patient-
2	centered, quality, and efficient;
3	"(3) implements patient feedback mechanisms,
4	including culturally- and disability-competent mecha-
5	nisms; and
6	"(4) uses person-reported experiences to im-
7	prove service delivery.
8	"(c) Encouraging the Use of High Value Serv-
9	ICES.—To the extent allowed by the benefit standards ap-
10	plied to all health benefits plans participating in the Ex-
11	changes (as described in section 2202(b)), the health plan
12	may modify cost-sharing and payment rates to encourage
13	the use of services that promote health and value.
14	"(d) Promotion of Delivery System Reform.—
15	The Secretary shall monitor and evaluate the progress of
16	payment and delivery system reforms under this section
17	and shall seek to implement such reforms subject to the
18	following:
19	"(1) To the extent that the Secretary finds a
20	payment and delivery system reform successful in
21	improving quality and reducing costs, the Secretary
22	shall implement such reform on as large a geo-
23	graphic scale as practical and economical.
24	((2) The Secretary may delay the implementa-

tion of such a reform in geographic areas in which

such implementation would place the public health
 insurance option at a competitive disadvantage.

3 "(3) The Secretary may prioritize implementa4 tion of such a reform in high-cost geographic areas
5 or otherwise in order to reduce total program costs
6 or to promote high value care.

"(4) The Secretary may prioritize implementation of such a reform to reduce racial, ethnic, socioeconomic, geographic, gender, sexual identity, or
other health disparities, including such disparities
experienced by people with disabilities or older
adults.

"(e) NON-UNIFORMITY PERMITTED.—Nothing in
this section shall prevent the Secretary from varying payments based on different payment structure models (such
as accountable care organizations and medical homes)
under the health plan for different geographic areas.

18 "(f) INTEGRATION WITH SOCIAL SERVICES.—

"(1) IN GENERAL.—The Secretary shall establish processes and, when appropriate, collaborate
with other agencies to integrate medical care under
the health plan with food, housing, transportation,
and income assistance if the Secretary determines
that such integration is expected to—

1	"(A) reduce spending without reducing the
2	quality of patient care;
3	"(B) improve the quality of patient care
4	without increasing spending; or
5	"(C) reduce racial, ethnic, socioeconomic,
6	geographic, gender, sexual identity, or other
7	health disparities, including any such disparities
8	experienced by people with disabilities or older
9	adults.
10	"(2) Authorization of a grant program.—
11	"(A) IN GENERAL.—The Secretary may es-
12	tablish a grant program to permit broader ex-
13	perimentation with accountable communities for
14	health model.
15	"(B) ELIGIBLE RECIPIENTS.—The Sec-
16	retary may award a grant under this section
17	to—
18	"(i) an institution of higher learning
19	(as defined in section 3452(f) of title 38,
20	United States Code);
21	"(ii) a local educational agency (as de-
22	fined in section 8101 of the Elementary
23	and Secondary Education Act of 1965) or
24	health care agency;

	11
1	"(iii) a nonprofit entity that the Sec-
2	retary determines has a demonstrated his-
3	tory of community engagement; or
4	"(iv) any other entity, as the Sec-
5	retary determines appropriate.
6	"(C) USE OF FUNDS.—A recipient of a
7	grant under this section may use the grant to—
8	"(i) support community needs assess-
9	ment;
10	"(ii) establish social service partner-
11	ships; or
12	"(iii) establish interactive data sys-
13	tems across health and social service pro-
14	viders.
15	"(D) AUTHORIZATION OF APPROPRIA-
16	TIONS.—There are authorized to be appro-
17	priated such sums as may be necessary to carry
18	out this paragraph.
19	"(3) REGULATIONS.—If the Secretary estab-
20	lishes a grant program under this section, the Sec-
21	retary shall promulgate regulations on—
22	"(A) the evaluation of applications for
23	grants under the program; and
24	"(B) administration of the program.

"(g) TELEHEALTH.—The Secretary shall ensure the
 integration of telehealth tools, including technology-en abled collaborative learning and capacity building models,
 that increase patient access to medical care (including spe cialty care), particularly in remote or underserved areas,
 if the Secretary determines that such integration is ex pected to—

8 "(1) reduce spending without reducing the qual-9 ity of patient care; or

10 "(2) improve the quality of patient care without11 increasing spending.

12 "(h) Alternative Payment Model.—

"(1) IN GENERAL.—The Secretary shall evaluate the possibility of providing incentives, and, if appropriate, apply incentives, for enrollees in the
health plan who receive services from providers who
are participating in an alternative payment model
(as defined in section 1833(z)(3)(C)).

19 "(2) AUTHORITY TO USE APMS IN USE UNDER
20 TRADITIONAL MEDICARE.—Nothing in this section
21 shall preclude the Secretary from using alternative
22 payment models (as so defined) under this title that
23 are in use under title XVIII.

1	"SEC. 2210. NO EFFECT ON MEDICARE BENEFITS OR MEDI-
2	CARE TRUST FUNDS.
3	"Nothing in this title shall—
4	"(1) affect the benefits available under title
5	XVIII; or
6	"(2) impact the Federal Hospital Insurance
7	Trust Fund under section 1817 or the Federal Sup-
8	plementary Medical Insurance Trust Fund under
9	section 1841 (including the Medicare Prescription
10	Drug Account within such Trust Fund).".
11	SEC. 3. EXCLUSION OF PROVIDERS THAT PLACE ADDI-
12	TIONAL RESTRICTIONS ON MEDICARE EX-
10	
13	CHANGE HEALTH PLAN PATIENTS FROM FED-
13 14	CHANGE HEALTH PLAN PATIENTS FROM FED- ERAL HEALTH CARE PROGRAMS.
14	ERAL HEALTH CARE PROGRAMS.
14 15	ERAL HEALTH CARE PROGRAMS. Section 1128(b) of the Social Security Act (42 U.S.C.
14 15 16	ERAL HEALTH CARE PROGRAMS. Section 1128(b) of the Social Security Act (42 U.S.C. 1320a–7(b)) is amended by adding at the end the fol-
14 15 16 17	ERAL HEALTH CARE PROGRAMS. Section 1128(b) of the Social Security Act (42 U.S.C. 1320a–7(b)) is amended by adding at the end the fol- lowing new paragraph:
14 15 16 17 18	ERAL HEALTH CARE PROGRAMS. Section 1128(b) of the Social Security Act (42 U.S.C. 1320a–7(b)) is amended by adding at the end the fol- lowing new paragraph: "(18) PLACEMENT OF RESTRICTIONS ON MEDI-
14 15 16 17 18 19	ERAL HEALTH CARE PROGRAMS. Section 1128(b) of the Social Security Act (42 U.S.C. 1320a–7(b)) is amended by adding at the end the fol- lowing new paragraph: "(18) PLACEMENT OF RESTRICTIONS ON MEDI- CARE EXCHANGE HEALTH PLAN PATIENTS.—Any in-
 14 15 16 17 18 19 20 	ERAL HEALTH CARE PROGRAMS. Section 1128(b) of the Social Security Act (42 U.S.C. 1320a–7(b)) is amended by adding at the end the fol- lowing new paragraph: "(18) PLACEMENT OF RESTRICTIONS ON MEDI- CARE EXCHANGE HEALTH PLAN PATIENTS.—Any in- dividual or entity that places restrictions on the indi-
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 14 15 16 17 18 19 20 21 22 	ERAL HEALTH CARE PROGRAMS. Section 1128(b) of the Social Security Act (42 U.S.C. 1320a–7(b)) is amended by adding at the end the fol- lowing new paragraph: "(18) PLACEMENT OF RESTRICTIONS ON MEDI- CARE EXCHANGE HEALTH PLAN PATIENTS.—Any in- dividual or entity that places restrictions on the indi- viduals the individual or provider will accept for treatment and fails to either—

"(B) apply such restrictions to enrollees in
the Medicare Exchange health plan in the same
manner and to the same extent the restrictions
are applied to all other individuals seeking
care.".

6 SEC. 4. REINSURANCE.

7 (a) IN GENERAL.—The Secretary of Health and 8 Human Services shall establish a mechanism to pool, on 9 a nationwide basis, the costs of the highest-cost patients 10 enrolled in individual health insurance coverage (as defined in section 2791 of the Public Health Service Act (42 11 12 U.S.C. 300gg–91)) offered on or off the Exchanges, to the 13 extent such costs are not already pooled pursuant to section 1343 of the Patient Protection and Affordable Care 14 15 Act (42 U.S.C. 18063), for the purpose of reducing premiums for such individual health insurance coverage. 16

(b) AUTHORIZATION OF APPROPRIATIONS.—For purposes of carrying out paragraph (1), there is authorized
to be appropriated \$10,000,000,000 for each of fiscal
years 2022, 2023, and 2024.

21 SEC. 5. EXPANSION OF TAX CREDIT.

(a) IN GENERAL.—Subparagraph (A) of section
36B(c)(1) of the Internal Revenue Code of 1986 is amended by striking "but does not exceed 400 percent".

(b) APPLICABLE PERCENTAGES.—Section
 36B(b)(3)(A) of the Internal Revenue Code of 1986 is
 amended to read as follows:

4 "(A) APPLICABLE PERCENTAGE.—The ap-5 plicable percentage for any taxable year shall be 6 the percentage such that the applicable percent-7 age for any taxpayer whose household income is 8 within an income tier specified in the following 9 table shall increase, on a sliding scale in a lin-10 ear manner, from the initial premium percent-11 age to the final premium percentage specified in 12 such table for such income tier:

"In the case of household income (expressed as a percent of poverty line) within the following income tier:	The initial premium percentage is—	The final premium percentage is—
Up to 150 percent	0	0
150 percent up to 200 percent	0	2.0
200 percent up to 250 percent	2.0	4.0
250 percent up to 300 percent	4.0	6.0
300 percent up to 400 percent	6.0	8.5
400 percent and up	8.5	8.5.".

13 (c) LIMITATION ON RECAPTURE.—Clause (i) of sec14 tion 36B(f)(2)(B) of the Internal Revenue Code of 1986
15 is amended—

16 (1) by striking "In the case of a taxpayer" and
17 all that follows through "the amount of the in18 crease" and inserting "The amount of the increase";

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1	(2) by striking the period at the end of the last
2	row of the table; and
3	(3) by adding at the end of the table the fol-
4	lowing new row:
	"400 percent and up
_	
5	(d) FIXING THE FAMILY GLITCH.—
6	(1) IN GENERAL.—Clause (i) of section
7	36B(c)(2)(C) of the Internal Revenue Code of 1986
8	is amended to read as follows:
9	"(i) Coverage must be afford-
10	ABLE.—
11	"(I) Employees.—An employee
12	shall not be treated as eligible for
13	minimum essential coverage if such
14	coverage consists of an eligible em-
15	ployer-sponsored plan (as defined in
16	section $5000A(f)(2)$) and the employ-
17	ee's required contribution (within the
18	meaning of section $5000A(e)(1)(B)$)
19	with respect to the plan exceeds 9.5
20	percent of the employee's household
21	income.
22	"(II) FAMILY MEMBERS.—An in-
23	dividual who is eligible to enroll in an

eligible employer-sponsored plan (as

1	defined in section $5000A(f)(2)$) by
2	reason of a relationship the individual
3	bears to the employee shall not be
4	treated as eligible for minimum essen-
5	tial coverage by reason of such eligi-
6	bility to enroll if the employee's re-
7	quired contribution (within the mean-
8	ing of section 5000A(e)(1)(B), deter-
9	mined by substituting 'family' for
10	'self-only') with respect to the plan ex-
11	ceeds 9.5 percent of the employee's
12	household income.".
13	(2) Conforming Amendments.—
14	(A) Clause (ii) of section $36B(c)(2)(C)$ of
15	the Internal Revenue Code of 1986 is amended
16	by striking "Except as provided in clause (iii),
17	an employee" and inserting "An individual".
18	(B) Clause (iii) of section $36B(c)(2)(C)$ of
19	such Code is amended by striking "the last sen-
20	tence of clause (i)" and inserting "clause
21	(i)(II)".
22	(C) Clause (iv) of section $36B(c)(2)(C)$ of
23	such Code is amended by striking "the 9.5 per-
24	cent under clause (i)(II)" and inserting "the
25	9.5 percent under clauses (i)(I) and (i)(II)".

(e) EFFECTIVE DATE.—The amendments made by
 this section shall apply to taxable years beginning after
 December 31, 2021.

4 SEC. 6. AUTHORITY TO NEGOTIATE FAIR PRICES FOR MEDI5 CARE PRESCRIPTION DRUGS.

6 (a) IN GENERAL.—Section 1860D-11 of the Social
7 Security Act (42 U.S.C. 1395w-111) is amended by strik8 ing subsection (i).

9 (b) EFFECTIVE DATE.—The amendment made by
10 this section shall take effect on the date of the enactment
11 of this Act.

12 SEC. 7. STRENGTHENING ANTITRUST ENFORCEMENT IN 13 HEALTH CARE MARKETS.

There are authorized to be appropriated for the purpose of studying healthcare markets, including anticompetitive practices within those markets, and taking appropriate antitrust enforcement action for each of fiscal years 2021 through 2025, to remain available until expended—

20 (1) \$50,000,000 to the Antitrust Division of
21 the Department of Justice; and

(2) \$100,000,000 to the Federal Trade Com-mission.

1 SEC. 8. REPORTS.

2 The Antitrust Division of the Department of Justice
3 and the Federal Trade Commission shall submit to Con4 gress a report—

5 (1) not later than the date that is 1 year after 6 the date of enactment of this Act, detailing the ac-7 tivities on which the Antitrust Division or the Com-8 mission spent funds authorized under section 7; and 9 (2) not later than September 30, 2026, that in-10 cludes— 11 (A) the findings of any study conducted by 12 the Antitrust Division or the Commission on or 13 after the date of enactment of this Act; 14 (B) the activities on which the Antitrust 15 Division or the Commission spent funds author-16 ized under section 7; and

17 (C) the impact of any enforcement action
18 taken on or after the date of enactment of this
19 Act by the Antitrust Division or the Commis20 sion on improving consumer access to afford21 able health care.