

HOUSE GOP “REPEAL & REPLACE” – SUMMARY OF MAJOR PROVISIONS

TAXES	MEDICAID	MARKET REFORMS & STABILIZATION	MISCELLANEOUS
<ul style="list-style-type: none"> • Repeals ACA tax credit in 2020 • Creates new tax credit adjusted by age ranging from \$2000-\$4000 available to those under \$75,000/\$150,000 in income • Repeals Small Business tax credit in 2020 • Delays “Cadillac Tax” until 2025 • Restores OTC drugs eligibility for HSA medical care expenses • Repeals tax increase on HSA non-qualified expenses • Repeals limit on FSA contributions • Reinstates employer deduction for Part D subsidy • Reinstates medical expense deduction to 7.5% threshold • Repeals Medicare wage surtax of 0.9 % • Increases HSA limits, allows spousal catch-up payments, and allows HSA payments for certain expenses incurred prior to establishment of HAS • Repeals tanning tax • Repeals net investment tax • Reinstates deduction for insurance executives • Repeals of on prescription drug manufacturers and importers • Repeal of health insurance tax • Repeals medical device tax 	<ul style="list-style-type: none"> • Repeals enhanced match rate for expansion population after 2019 • Implements per-capita cap model in 2020 based on FY16 spending and indexed by medical CPI • Repeals requirement that Medicaid plans must provide same “essential health benefits” as plans on the exchanges • Repeals Medicaid DSH cuts for non-expansion states in 2018. • Repeals Medicaid DSH cuts for expansion states in 2020 • Requires individuals to provide documentation of citizenship or lawful presence before obtaining Medicaid coverage. • \$10 billion to non-expansion states over 5 years for safety-net funding • Increases frequency of eligibility redeterminations to every six months • Repeals ACA presumptive eligibility for some beneficiaries • Reverts mandatory income eligibility level for poverty-related children back to 100% • Repeals 6%-point bonus in match rate for community- based attendant services and supports 	<ul style="list-style-type: none"> • Provides \$100 billion through 2026 for “Patient and State Stability Fund” to expand coverage, increase insurance options, promote access to benefits, and reduce out-of-pocket spending • Creates a continuous health insurance coverage incentive beginning in 2019 by allowing plans to increase premiums by 30% for 12 months for anyone with a 63-day or more lapse in coverage • Repeals insurance actuarial value standards • Loosens age-rating requirements to a 5:1 federal standard and state flexibility to set different ratio • Permits tax credits for “catastrophic” and some off-exchange products • Creates a Federal Invisible Risk Sharing Program and appropriates \$15B for years 2018 to 2016 to be used in addition to the Patient and State Stability Fund (Palmer) • Waiver option for states to waive requirements of waive age ratio up to 5:1 in 2018; waive continuous coverage charge and implement health status underwriting in 2019; and waive EHBs in 2020 and establish state standards (MacArthur) • \$8B for states that elect to use waiver under MacArthur Amendment for pre-existing conditions (Upton) 	<ul style="list-style-type: none"> • Repeals cost-sharing subsidies in 2020 • Recaptures excess subsidy Payments in 2018-2019 • Eliminates individual and employer mandate penalties