

117TH CONGRESS
1ST SESSION

S. 3001

To streamline enrollment in health insurance affordability programs and minimum essential coverage, and for other purposes.

IN THE SENATE OF THE UNITED STATES

OCTOBER 19, 2021

Mr. VAN HOLLEN introduced the following bill; which was read twice and referred to the Committee on Finance

A BILL

To streamline enrollment in health insurance affordability programs and minimum essential coverage, 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 “Easy Enrollment in
5 Health Care Act”.

6 **SEC. 2. DEFINITIONS.**

7 In this Act:

8 (1) CHIP PROGRAM.—The term “CHIP pro-
9 gram” means a State plan for child health assist-
10 ance under title XXI of the Social Security Act (42

1 U.S.C. 1397aa et seq.), including any waiver of such
2 a plan.

3 (2) EXCHANGE.—The term “Exchange” means
4 an American Health Benefit Exchange established
5 under subtitle D of title I of the Patient Protection
6 and Affordable Care Act (42 U.S.C. 18021 et seq.).

7 (3) GROUP HEALTH PLAN.—The term “group
8 health plan” has the meaning given such term in
9 section 5000(b)(1) of the Internal Revenue Code of
10 1986.

11 (4) HOUSEHOLD INCOME.—The term “house-
12 hold income” has the meaning given such term in
13 section 36B(d) of the Internal Revenue Code of
14 1986.

15 (5) HOUSEHOLD MEMBER.—The term “house-
16 hold member” means the taxpayer, the taxpayer’s
17 spouse, and any dependent of the taxpayer.

18 (6) FAMILY SIZE.—The term “family size” has
19 the meaning given such term in section 36B(d) of
20 the Internal Revenue Code of 1986.

21 (7) INSURANCE AFFORDABILITY PROGRAM.—
22 The term “insurance affordability program” means
23 any of the following:

24 (A) A Medicaid program.

25 (B) A CHIP program.

1 (C) The program under title I of the Pa-
2 tient Protection and Affordable Care Act (42
3 U.S.C. 18001 et seq.) for the enrollment in
4 qualified health plans offered through an Ex-
5 change, including the premium tax credits
6 under section 36B of the Internal Revenue
7 Code of 1986, cost-sharing reductions under
8 section 1402 of the Patient Protection and Af-
9 fordable Care Act (42 U.S.C. 18071), and the
10 advance payment of such credits and reductions
11 under section 1412(a)(3) of the Patient Protec-
12 tion and Affordable Care Act (42 U.S.C.
13 18082(a)(3)).

14 (D) A State basic health program under
15 section 1331 of the Patient Protection and Af-
16 fordable Care Act (42 U.S.C. 18051).

17 (E) Any other Federal, State, or local pro-
18 gram that provides assistance for some or all of
19 the cost of minimum essential coverage and re-
20 quires eligibility for such program to be based
21 in whole or in part on income, including such
22 a program carried out through a waiver under
23 section 1332 of the Patient Protection and Af-
24 fordable Care Act (42 U.S.C. 18052) or a State
25 program supplementing the advanced payment

1 of tax credits and cost-sharing reductions under
2 section 1412(a)(3) of such Act.

3 (8) MEDICAID PROGRAM.—The term “Medicaid
4 program” means a State plan for medical assistance
5 under title XIX of the Social Security Act (42
6 U.S.C. 1396 et seq.), including any waiver of such
7 a plan.

8 (9) MINIMUM ESSENTIAL COVERAGE.—The
9 term “minimum essential coverage” has the meaning
10 given such term in section 5000A(f) of the Internal
11 Revenue Code of 1986.

12 (10) MODIFIED ADJUSTED GROSS INCOME.—
13 The term “modified adjusted gross income” has the
14 meaning given such term in section 36B(d)(2)(B) of
15 the Internal Revenue Code of 1986.

16 (11) NET PREMIUM.—The term “net pre-
17 mium”, with respect to a health plan or other form
18 of minimum essential coverage—

19 (A) except as provided in subparagraph
20 (B), means the payment from or on behalf of
21 an individual required to enroll in such plan or
22 coverage, after application of the premium tax
23 credit under section 36B of the Internal Rev-
24 enue Code of 1986, the advance payment of
25 such credit under section 1412(a)(3) of the Pa-

1 tient Protection and Affordable Care Act (42
 2 U.S.C. 18082(a)(3)), and any other assistance
 3 provided by an insurance affordability program;
 4 and

5 (B) does not include any amounts de-
 6 scribed in section 36B(b)(3)(D) of the Internal
 7 Revenue Code of 1986 or section 1303(b)(2) of
 8 the Patient Protection and Affordable Care Act
 9 (42 U.S.C. 18023(b)(2)).

10 (12) POVERTY LINE.—The term “poverty line”
 11 has the meaning given such term in section
 12 36B(d)(3) of the Internal Revenue Code of 1986.

13 (13) QUALIFIED HEALTH PLAN.—The term
 14 “qualified health plan” has the meaning given such
 15 term in section 1301(a) of the Patient Protection
 16 and Affordable Care Act (42 U.S.C. 18021(a)).

17 (14) RELEVANT RETURN INFORMATION.—The
 18 term “relevant return information” means, with re-
 19 spect to a taxpayer, any return information, as de-
 20 fined in section 6103(b)(2) of the Internal Revenue
 21 Code of 1986, which may be relevant, as determined
 22 by the Secretary of the Treasury in consultation
 23 with the Secretary of Health and Human Services,
 24 with respect to—

1 (A) determining, or facilitating determina-
 2 tion of, the eligibility of any household member
 3 of the taxpayer for any insurance affordability
 4 program, either directly or through enabling ac-
 5 cess to additional information potentially rel-
 6 evant to such eligibility; or

7 (B) enrolling, or facilitating the enrollment
 8 of, such individual in minimum essential cov-
 9 erage.

10 (15) SINGLE, STREAMLINED APPLICATION.—
 11 The term “single, streamlined application” means
 12 the form described in section 1413(b)(1)(A) of the
 13 Patient Protection and Affordable Care Act (42
 14 U.S.C. 18083(b)(1)(A)).

15 (16) TAX RETURN PREPARER.—The term “tax
 16 return preparer” has the meaning given such term
 17 in section 7701(a)(36) of the Internal Revenue Code
 18 of 1986.

19 (17) ZERO NET PREMIUM.—The term “zero net
 20 premium”, with respect to a health plan or other
 21 form of minimum essential coverage, means a net
 22 premium of \$0.00 for such plan coverage.

1 **SEC. 3. FEDERAL INCOME TAX RETURNS USED TO FACILI-**
 2 **TATE ENROLLMENT INTO INSURANCE AF-**
 3 **FORDABILITY PROGRAMS.**

4 (a) IN GENERAL.—Not later than January 1, 2024,
 5 the Secretary shall establish a program which allows any
 6 taxpayer who is not covered under minimum essential cov-
 7 erage at the time their return of tax for the taxable year
 8 is filed, as well as any other household member who is
 9 not covered under such coverage, to, in conjunction with
 10 the filing of their return of tax for any taxable year which
 11 begins after December 31, 2022, elect to—

12 (1) have a determination made as to whether
 13 the household member who is not covered under
 14 such coverage is eligible for an insurance afford-
 15 ability program; and

16 (2) have such household member enrolled into
 17 minimum essential coverage, provided that—

18 (A) such coverage is provided through a
 19 zero-net-premium plan, and

20 (B) the taxpayer does not—

21 (i) opt out of coverage through the
 22 zero-net-premium plan, or

23 (ii) select a different plan.

24 (b) TAXPAYER REQUIREMENTS AND CONSENT.—

25 (1) IN GENERAL.—Pursuant to the program es-
 26 tablished under subsection (a), the taxpayer may, in

1 conjunction with the filing of their return of tax for
2 the taxable year—

3 (A) identify any household member who is
4 not covered under minimum essential coverage
5 at the time of such filing; and

6 (B) with respect to each household member
7 identified under subparagraph (A), elect wheth-
8 er to—

9 (i) in accordance with section
10 6103(l)(23) of the Internal Revenue Code
11 of 1986 (as added by subsection (f)), con-
12 sent to the disclosure and transfer to the
13 applicable Exchange of any relevant return
14 information for purposes of determining
15 whether such household member may be el-
16 igible for any insurance affordability pro-
17 gram and facilitating enrollment into such
18 program and minimum essential coverage,
19 including any further disclosure and trans-
20 fer by the Exchange to any other entity as
21 is deemed necessary to accomplish such
22 purposes; and

23 (ii) in the case consent is provided
24 under clause (i) with respect to such
25 household member, enroll such household

member in any minimum essential coverage that is available with a zero net premium, if—

(I) the member is eligible for such coverage through an insurance affordability program; and

(II) the member does not, by the end of the special enrollment period described in section 4(c)(1)(A)—

(aa) select a different plan offering minimum essential coverage; or

(bb) opt out of such coverage that is available with a zero net premium.

(2) ESTABLISHMENT OF OPTIONS FOR TAXPAYER CONSENT AND ELECTION.—For purposes of paragraph (1)(B), the Secretary, in consultation with the Secretary of Health and Human Services, may provide the elections under such paragraph as a single election or as 2 elections.

(3) SUPPLEMENTAL FORM.—

(A) IN GENERAL.—In the case of a taxpayer who has consented to disclosure and transfer of relevant return information pursu-

1 ant to paragraph (1)(B)(i), such taxpayer shall
2 be enrolled in the insurance affordability pro-
3 gram only if the taxpayer submits a supple-
4 mental form which is designed to collect addi-
5 tional information necessary (as determined by
6 the Secretary of Health and Human Services)
7 to establish eligibility for and enrollment in an
8 insurance affordability program, which may in-
9 clude (except as provided in subparagraph (B)),
10 with respect to each individual described in
11 paragraph (1)(A), the following:

12 (i) State of residence.

13 (ii) Date of birth.

14 (iii) Employment and the availability
15 of benefits under a group health plan at
16 the time the return of tax is filed.

17 (iv) Any changed circumstances de-
18 scribed in section 1412(b)(2) of the Pa-
19 tient Protection and Affordable Care Act;
20 (42 U.S.C. 18082(b)(2)).

21 (v) Solely for the purpose of facili-
22 tating automatic renewal of coverage and
23 eligibility redeterminations under section
24 1413(c)(3)(A) of such Act (42 U.S.C.
25 18083(c)(3)(A)), authorization for the Sec-

1 retary to disclose relevant return informa-
2 tion for subsequent taxable years to insur-
3 ance affordability programs.

4 (vi) Any methods preferred by the
5 taxpayer or household member for the pur-
6 pose of being contacted by the applicable
7 Exchange or insurance affordability pro-
8 gram with respect to any eligibility deter-
9 mination for, or enrollment in, an insur-
10 ance affordability program or minimum es-
11 sential coverage, such as an email address
12 or a phone number for calls or text mes-
13 sages.

14 (vii) Information about household
15 composition that—

16 (I) may affect eligibility for an
17 insurance affordability program, and

18 (II) is not otherwise included on
19 the return of tax.

20 (viii) Such other information as the
21 Secretary, in consultation with the Sec-
22 retary of Health and Human Services, may
23 require, including information requested on
24 the single, streamlined application.

1 (B) LIMITATIONS.—The information ob-
2 tained through the form described in subpara-
3 graph (A) may not include any request for in-
4 formation with respect to citizenship, immigra-
5 tion status, or health status of any household
6 member.

7 (C) ADDITIONAL INFORMATION.—The
8 form described in subparagraph (A) and the ac-
9 companying tax instructions may provide the
10 taxpayer with additional information about in-
11 surance affordability programs, including infor-
12 mation provided to applicants on the single,
13 streamlined application.

14 (D) ACCESSIBILITY.—

15 (i) IN GENERAL.—The Secretary shall
16 ensure that the form described in subpara-
17 graph (A) is made available to all tax-
18 payers without discrimination based on
19 language, disability, literacy, or internet
20 access.

21 (ii) RULE OF CONSTRUCTION.—Noth-
22 ing in clause (i) shall be construed as di-
23 minishing, reducing, or otherwise limiting
24 any other legal obligation for the Secretary
25 to avoid or to prevent discrimination.

1 (4) RETURN LANGUAGE.—The Secretary, in
 2 consultation with the Secretary of Health and
 3 Human Services, shall, with respect to any items de-
 4 scribed in this subsection which are to be included
 5 in a taxpayer’s return of tax, develop language for
 6 such items which is as simple and clear as possible
 7 (such as referring to “insurance affordability pro-
 8 grams” as “free or low-cost health insurance”).

9 (c) TAX RETURN PREPARERS.—

10 (1) IN GENERAL.—With respect to any infor-
 11 mation submitted in conjunction with a tax return
 12 solely for purposes of the program described in sub-
 13 section (a), any tax return preparer involved in pre-
 14 paring the return containing such information shall
 15 not be obligated to assess the accuracy of such infor-
 16 mation as provided by the taxpayer.

17 (2) SUBMISSION OF INFORMATION.—As part of
 18 the program described in subsection (a), the Sec-
 19 retary shall establish methods to allow for the imme-
 20 diate transfer of any relevant return information to
 21 the applicable Exchange and insurance affordability
 22 programs in order to increase the potential for im-
 23 mediate determinations of eligibility for and enroll-
 24 ment in insurance affordability programs and min-
 25 imum essential coverage.

1 (d) TRANSFER OF INFORMATION THROUGH SECURE
2 INTERFACE.—

3 (1) IN GENERAL.—As part of the program es-
4 tablished under subsection (a), the Secretary shall
5 develop a secure, electronic interface allowing an ex-
6 change of relevant return information with the appli-
7 cable Exchange in a manner similar to the interface
8 described in section 1413(c)(1) of the Patient Pro-
9 tection and Affordable Care Act (42 U.S.C.
10 18083(c)(1)). Upon receipt of such information, the
11 applicable Exchange may convey such information to
12 any other entity as needed to facilitate determina-
13 tion of eligibility for an insurance affordability pro-
14 gram or enrollment into minimum essential cov-
15 erage.

16 (2) TRANSFER BY TREASURY OR TAX PRE-
17 PARERS.—

18 (A) IN GENERAL.—The interface described
19 in paragraph (1) shall allow, for any taxpayer
20 who has provided consent pursuant to sub-
21 section (b)(1)(B)(i), for relevant return infor-
22 mation, along with confirmation that the Sec-
23 retary has accepted the return filing as meeting
24 applicable processing criteria, to be transferred
25 to an applicable Exchange by—

1 (i) the Secretary; or

2 (ii) pursuant to such requirements
3 and standards as are established by the
4 Secretary (in consultation with the Sec-
5 retary of Health and Human Services)—

6 (I) if the Secretary is not able to
7 transfer such information to the appli-
8 cable Exchange, the taxpayer; or

9 (II) the tax return preparer who
10 prepared the return containing such
11 information.

12 (B) TRANSFER REQUIREMENTS.—As soon
13 as is practicable after the filing of a return de-
14 scribed in subsection (a) in which the taxpayer
15 has provided consent pursuant to subsection
16 (b)(1)(B)(i), the Secretary shall provide for all
17 relevant return information to be transferred to
18 the applicable Exchange.

19 (C) DATA SECURITY.—Any transfer of rel-
20 evant return information described in this sub-
21 section shall be conducted—

22 (i) pursuant to interagency agree-
23 ments that ensure data security and main-
24 tain privacy in a manner that satisfies the
25 requirements under section 1942(b) of the

1 Social Security Act (42 U.S.C. 1396w–
2 2(b)); and

3 (ii) in the case of any taxpayer filing
4 their tax return electronically, in a manner
5 that maximizes the opportunity for such
6 taxpayer, as part of the process of filing
7 such return, to immediately—

8 (I) obtain a determination with
9 respect to the eligibility of any house-
10 hold member for any insurance af-
11 fordability program; and

12 (II) enroll in minimum essential
13 coverage.

14 (e) ERRORS THAT AFFECT ELIGIBILITY FOR INSUR-
15 ANCE AFFORDABILITY PROGRAMS.—The Secretary of
16 Health and Human Services, in consultation with the Sec-
17 retary, shall establish procedures for addressing instances
18 in which an error in relevant return information that was
19 transferred to an Exchange under subsection (d) may have
20 resulted in a determination that an individual is eligible
21 for more or less assistance under an insurance afford-
22 ability program than the assistance for which the indi-
23 vidual would otherwise have been eligible without the
24 error. Such procedures shall include procedures for—

1 (1) the reporting of such error to the individual,
 2 the Secretary of Health and Human Services, and
 3 the applicable Exchange and insurance affordability
 4 program, regardless of whether such error was in-
 5 cluded in an amendment to the tax return; and

6 (2) correcting, as soon as practicable, the indi-
 7 vidual's eligibility status for insurance affordability
 8 programs, subject to, in the case of reduced eligi-
 9 bility for assistance, any right of notice and appeal
 10 under laws governing the applicable insurance af-
 11 fordability program, including section 1411(f) of the
 12 Patient Protection and Affordable Care Act (42
 13 U.S.C. 18081(f)).

14 (f) DISCLOSURE OF RETURN INFORMATION FOR DE-
 15 TERMINING ELIGIBILITY FOR INSURANCE AFFORD-
 16 ABILITY PROGRAMS AND ENROLLMENT INTO MINIMUM
 17 ESSENTIAL HEALTH COVERAGE.—

18 (1) IN GENERAL.—Section 6103(l) of the Inter-
 19 nal Revenue Code of 1986 is amended by adding at
 20 the end the following:

21 “(23) DISCLOSURE OF RETURN INFORMATION
 22 FOR DETERMINING ELIGIBILITY FOR INSURANCE AF-
 23 FORDABILITY PROGRAMS AND ENROLLMENT INTO
 24 MINIMUM ESSENTIAL HEALTH COVERAGE.—

1 “(A) IN GENERAL.—In the case of any
 2 taxpayer who has consented to the disclosure
 3 and transfer of any relevant return information
 4 with respect to any household member pursuant
 5 to section 3(b) of the Easy Enrollment in
 6 Health Care Act, the Secretary shall disclose
 7 such information to the applicable Exchange.

8 “(B) RESTRICTION ON DISCLOSURE.—Re-
 9 turn information disclosed under subparagraph
 10 (A) may be—

11 “(i) used by an Exchange only for the
 12 purposes of, and to the extent necessary
 13 in—

14 “(I) determining eligibility for an
 15 insurance affordability program, or

16 “(II) facilitating enrollment into
 17 minimum essential coverage, and

18 “(ii) further disclosed by an Exchange
 19 to any other person only for the purposes
 20 of, and to the extent necessary, to carry
 21 out subclauses (I) and (II) of clause (i).

22 “(C) DEFINITIONS.—For purposes of this
 23 paragraph, the terms ‘relevant return informa-
 24 tion’, ‘Exchange’, ‘insurance affordability pro-
 25 gram’, and ‘minimum essential coverage’ have

1 the same meanings given such terms under sec-
 2 tion 2 of the Easy Enrollment in Health Care
 3 Act.”.

4 (2) SAFEGUARDS.—Section 6103(p)(4) of the
 5 Internal Revenue Code of 1986 is amended by in-
 6 serting “or any Exchange described in subsection
 7 (l)(23),” after “or any entity described in subsection
 8 (l)(21),” each place it appears.

9 (g) APPLICATIONS FOR INSURANCE AFFORDABILITY
 10 PROGRAMS WITHOUT RELIANCE ON FEDERAL INCOME
 11 TAX RETURNS.—

12 (1) RULE OF CONSTRUCTION.—Nothing in this
 13 Act shall be construed as requiring any individual,
 14 as a condition of applying for an insurance afford-
 15 ability program, to—

16 (A) file a return of tax for any taxable
 17 year for which filing a return of tax would not
 18 otherwise be required for such taxable year; or

19 (B) consent to disclosure of relevant return
 20 information under subsection (b)(1)(B)(i).

21 (2) METHODS AND PROCEDURES.—Any agency
 22 administering an insurance affordability program
 23 shall implement methods and procedures, as pre-
 24 scribed by the Secretary of Health and Human Serv-
 25 ices, in consultation with the Secretary, through

1 which, in the case of an individual applying for an
 2 insurance affordability program without filing a re-
 3 turn of tax or consenting to disclosure of relevant
 4 return information under subsection (b)(1)(B)(i),
 5 the program determines household income and fam-
 6 ily size for—

7 (A) a calendar year described in section
 8 1902(e)(14)(D)(vii)(I) of the Social Security
 9 Act (42 U.S.C. 1396a), as added by section
 10 5(b); and

11 (B) an applicable taxable year, as defined
 12 in section 36B(c)(5) of the Internal Revenue
 13 Code of 1986 (as added by section 5(c)).

14 (h) SECRETARY.—In this section, the term “Sec-
 15 retary” means the Secretary of the Treasury, or the Sec-
 16 retary’s delegate.

17 **SEC. 4. EXCHANGE USE OF RELEVANT RETURN INFORMA-**
 18 **TION.**

19 (a) IN GENERAL.—An Exchange that receives rel-
 20 evant return information under section 3(d) with respect
 21 to a taxpayer who has provided consent under section
 22 3(b)(1)(B) shall—

23 (1) minimize additional information (if any)
 24 that is required to be provided by such taxpayer for
 25 a household member to qualify for any insurance af-

1 fordability program by, whenever feasible, qualifying
2 such household member for such program based
3 on—

4 (A) relevant information provided on the
5 tax return filed by the taxpayer, including in-
6 formation on the supplemental form described
7 in section 3(b)(3); and

8 (B) information from other reliable third-
9 party data sources that is relevant to eligibility
10 for such program but not available from the re-
11 turn, including information obtained through
12 data matching based on social security num-
13 bers, other identifying information, and other
14 items obtained from such return;

15 (2) determine the eligibility of any household
16 member for the CHIP program and, where eligibility
17 is determined based on modified adjusted gross in-
18 come, the Medicaid program, as required under sec-
19 tion 1413 of the Patient Protection and Affordable
20 Care Act (42 U.S.C. 18083) and section 1943 of the
21 Social Security Act (42 U.S.C. 1396w–3), subject to
22 any right of notice and appeal under laws governing
23 such programs, including section 1411(f) of the Pa-
24 tient Protection and Affordable Care Act (42 U.S.C.
25 18081(f));

1 (3) to the extent that any additional informa-
2 tion is necessary for determining the eligibility of
3 any household member for an insurance affordability
4 program, obtain such information in the manner
5 that—

6 (A) imposes the lowest feasible procedural
7 burden to the taxpayer, including—

8 (i) in the case of a taxpayer filing
9 their tax return electronically, online col-
10 lection of such information at or near the
11 time of such filing; and

12 (ii) prior to a denial of eligibility or
13 enrollment due to failure to provide such
14 information, attempting to contact the tax-
15 payer multiple times using the preferred
16 contact methods described in section
17 3(b)(3)(A)(vi); and

18 (B) provides the individual with all proce-
19 dural protections that would otherwise be avail-
20 able in applying for such program, including
21 the reasonable opportunity period described in
22 section 1137(d)(4)(A) of the Social Security
23 Act (42 U.S.C. 1320b–7(d)(4)(A)); and

(4) when an individual is found eligible for an insurance affordability program other than the Medicaid program—

(A) enable such individual, through procedures prescribed by the Secretary of Health and Human Services, to seek coverage under the Medicaid program or CHIP program by providing additional information demonstrating potential eligibility for such program, with any resulting determination subject to rights of notice and appeal under laws governing insurance affordability programs, including section 1411(f) of the Patient Protection and Affordable Care Act (42 U.S.C. 18081(f)); and

(B) provide such individual with notice of such procedures.

(b) MEDICAID AND CHIP.—

(1) STATE OPTIONS.—

(A) IN GENERAL.—In a State for which the Secretary of Health and Human Services is determining eligibility for individuals who apply for insurance affordability programs at the Exchange serving residents of the individual's State, the Secretary of Health and Human Services shall present the State with not less

1 than 3 sets of options for verification proce-
2 dures and business rules that the Exchange
3 serving residents of such State shall use in de-
4 termining eligibility for the State Medicaid pro-
5 gram and CHIP program with respect to indi-
6 viduals who are household members described
7 in section 3(b)(1)(B). Notwithstanding any
8 other provision of law, the Secretary of Health
9 and Human Services may present each State
10 with the same 3 sets of options, provided that
11 each set can be customized to reflect each
12 State's decisions about optional eligibility cat-
13 egories and criteria for the Medicaid program
14 and CHIP program.

15 (B) BUSINESS RULES.—The business rules
16 described in subparagraph (A) shall specify de-
17 tailed eligibility determination rules and proce-
18 dures for processing initial applications and re-
19 newals, including—

20 (i) the Secretary's use of data from
21 State agencies and other sources described
22 in subsection (c)(3)(A)(ii) of section 1413
23 of the Patient Protection and Affordable
24 Care Act (42 U.S.C. 18083); and

1 (ii) the circumstances for administra-
 2 tive renewal of eligibility for the Medicaid
 3 program and the CHIP program, based on
 4 data showing probable continued eligibility.

5 (C) DEFAULT.—In the case of a State de-
 6 scribed in subparagraph (A) that does not se-
 7 lect an option from the set presented under
 8 such subparagraph within a timeframe specified
 9 by the Secretary of Health and Human Serv-
 10 ices, the Secretary of Health and Human Serv-
 11 ices shall determine the option that the Ex-
 12 change shall use for such State for the purposes
 13 described in such subparagraph.

14 (D) RULE OF CONSTRUCTION.—Nothing in
 15 this paragraph shall be construed as requiring
 16 a State to provide benefits under title XIX or
 17 XXI of the Social Security Act (42 U.S.C. 1396
 18 et seq., 1397aa et seq.) to a category of individ-
 19 uals, or to set an income eligibility threshold for
 20 benefits under such titles at a certain level, if
 21 the State is not otherwise required to do so
 22 under such titles.

23 (2) ENROLLMENT.—

24 (A) IN GENERAL.—If the Exchange in a
 25 State determines that an individual described in

1 paragraph (1)(A) is eligible for benefits under
2 the State Medicaid program or CHIP program,
3 the Exchange shall send the relevant informa-
4 tion about the individual to the State and, if
5 consent has been given under section
6 3(b)(1)(B) to enrollment in a health plan or
7 other form of minimum essential coverage with
8 a zero net premium, the State shall enroll such
9 individual in the State Medicaid program or
10 CHIP program (as applicable) as soon as prac-
11 ticable, except as provided in subparagraphs
12 (B) and (D).

13 (B) EXCEPTION.—A State shall not enroll
14 an individual in coverage under the State Med-
15 icaid program or CHIP program without the af-
16 firmative consent of the individual if the indi-
17 vidual would be required to pay a premium for
18 such coverage.

19 (C) MANAGED CARE.—If the State Med-
20 icaid program or CHIP program requires an in-
21 dividual enrolled under subparagraph (A) to re-
22 ceive coverage through a managed care organi-
23 zation or entity, the State shall use a procedure
24 for assigning the individual to such an organi-
25 zation or entity (including auto-assignment pro-

cedures) that is commonly used in the State when an individual who is found eligible for such program does not affirmatively select a particular organization or entity.

(D) OPT-OUT PROCEDURES.—Notwithstanding subparagraph (A), an individual described in such subparagraph shall be given one or more opportunities to opt out of coverage under a State Medicaid program or CHIP program, using procedures prescribed by the Secretary of Health and Human Services.

(c) ADVANCE PREMIUM TAX CREDITS FOR QUALIFIED HEALTH PLANS.—

(1) IN GENERAL.—In the case where a taxpayer has filed their return of tax for a taxable year on or before the date specified under section 6072(a) of the Internal Revenue Code of 1986 with respect to such year and has provided consent described in section 3(b)(1)(B)(i), if the Exchange has determined that an applicable household member has not qualified for the Medicaid program or the CHIP program, such Exchange shall—

(A) in addition to any such period that may otherwise be available, provide a special

enrollment period that begins on the date the taxpayer has provided such consent; and

(B) determine—

(i) whether the taxpayer would, pursuant to section 1412 of the Patient Protection and Affordable Care Act (42 U.S.C. 18082), be eligible for advance payment of the premium assistance tax credit under section 36B of the Internal Revenue Code of 1986 if such household member of the taxpayer were enrolled in a qualified health plan; and

(ii) if the taxpayer has made the election described in section 3(b)(1)(B)(ii), whether such household member has one or more options to enroll in a qualified health plan with a zero net premium.

(2) ENROLLMENT IN A QUALIFIED HEALTH PLAN WITH A ZERO NET PREMIUM.—

(A) IN GENERAL.—In the case that a household member described in paragraph (1) has one or more options to enroll in a qualified health plan with a zero net premium, and consent has been given under section 3(b)(1)(B)

1 for enrollment of such household member in a
2 qualified health plan with a zero net premium—

3 (i) the Exchange shall identify a set of
4 options (as described in subparagraph (B))
5 for qualified health plans offering a zero
6 net premium; and

7 (ii) from such set, select a qualified
8 health plan as the default enrollment
9 choice for the household member in accord-
10 ance with subparagraph (C).

11 (B) OPTION SETS.—

12 (i) IN GENERAL.—In the case that
13 multiple qualified health plans with a zero
14 net premium are available with more than
15 1 actuarial value, the Exchange shall limit
16 the set of options under subparagraph
17 (A)(i) to such qualified health plans with
18 the highest available actuarial value.

19 (ii) FURTHER RESTRICTIONS.—In the
20 case described in clause (i), the Exchange
21 may further limit the set of options under
22 subparagraph (A)(i), among the qualified
23 health plans that have the highest available
24 actuarial value as described in clause (i),
25 based on the generosity of such plans' cov-

erage of services not subject to a deductible.

(iii) DEFINITION OF HIGHEST ACTUARIAL VALUE.—For purposes of this subparagraph, the term “highest actuarial value” means the highest actuarial value among—

(I) the levels of coverage described in paragraph (1) of section 1302(d) of the Patient Protection and Affordable Care Act (42 U.S.C. 18022(d)), without regard to allowable variance under paragraph (3) of such section; and

(II) as applicable, the levels of coverage that result from the application of cost-sharing reductions under section 1402 of such Act (42 U.S.C. 18071).

(C) SELECTING A DEFAULT OPTION.—The Secretary of Health and Human Services shall establish procedures that Exchanges may use in selecting, from the set of options described in subparagraph (B), the default enrollment choice

under subparagraph (A)(ii). Such procedures shall include—

- (i) State options for randomization among health insurance issuers; and
- (ii) factors that may be used to weight such randomization.

(D) NOTIFICATION OF DEFAULT ENROLLMENT.—As soon as possible after an Exchange has identified a default enrollment choice for an individual under subparagraph (A)(ii), the Exchange shall provide the individual with notice of such selection. The notice shall include—

- (i) a description of coverage provided by the selected qualified health plan;
- (ii) encouragement to learn about all available qualified health plan options before the end of the special enrollment period under paragraph (1)(A) and to select a plan that best meets the needs of the individual and the individual's family;
- (iii) an explanation that, if the individual does not select a qualified health plan by the end of such special enrollment period or opt out of default enrollment in accordance with the process described in

1 clause (iv), the Exchange will enroll the in-
 2 dividual in such selected qualified health
 3 plan in accordance with subparagraph (E);

4 (iv) an explanation of the opt-out
 5 process preceding implementation of de-
 6 fault enrollment, which shall meet stand-
 7 ards prescribed by the Secretary of Health
 8 and Human Services; and

9 (v) information on options for assist-
 10 ance with enrollment and plan choice, in-
 11 cluding publicly funded navigators and pri-
 12 vate brokers and agents approved by the
 13 Exchange.

14 (E) DEFAULT ENROLLMENT.—

15 (i) IN GENERAL.—Subject to subpara-
 16 graph (F), an Exchange shall enroll in a
 17 default enrollment choice any individual
 18 who—

19 (I) is sent a notice under sub-
 20 paragraph (D); and

21 (II) fails to select a different
 22 qualified health plan, or opt out of de-
 23 fault enrollment under this paragraph,
 24 by the end of the special enrollment
 25 period described in paragraph (1)(A).

(ii) UPDATED NOTICE.—At the time of the default enrollment described in clause (i), the Exchange shall send a notice to the individual explaining that default enrollment has occurred, describing the plan into which the individual has been enrolled, and explaining the reconsideration procedures described in subparagraph (F).

(F) RECONSIDERATION.—

(i) IN GENERAL.—Not later than 30 days after receiving a notice under subparagraph (E)(ii), the individual receiving such notice may use a method provided by the Exchange to indicate—

(I) the individual's decision to disenroll from the qualified health plan selected under subparagraph (A)(ii); or

(II) in the case of a household member for whom the selected qualified health plan under such subparagraph is a high cost-sharing qualified health plan, the individual's decision to enroll in a specified lower cost-sharing qualified health plan, identi-

1 fied by the Exchange, that is offered
 2 by the same health insurance issuer
 3 that sponsors the qualified health plan
 4 that was selected under such subpara-
 5 graph.

6 (ii) DEFINITIONS.—For purposes of
 7 this subparagraph:

8 (I) HIGH COST-SHARING QUALI-
 9 FIED HEALTH PLAN.—The term “high
 10 cost-sharing qualified health plan”
 11 means—

12 (aa) in the case of a house-
 13 hold member with a household
 14 income at or below 200 percent
 15 of the poverty line, a qualified
 16 health plan that is not at the sil-
 17 ver level; or

18 (bb) in the case of a house-
 19 hold member with a household
 20 income above 200 percent of the
 21 poverty line, a qualified health
 22 plan that is not at the gold or
 23 platinum level.

24 (II) SPECIFIED LOWER COST-
 25 SHARING QUALIFIED HEALTH PLAN.—

1 The term “specified lower cost-shar-
2 ing qualified health plan” means—

3 (aa) in the case of a house-
4 hold member with a household
5 income at or below 200 percent
6 of the poverty line, the lowest-
7 premium qualified health plan of-
8 fered by the health insurance
9 issuer that is at the silver level;
10 or

11 (bb) in the case of a house-
12 hold member with a household
13 income above 200 percent of the
14 poverty line, the lowest-premium
15 qualified health plan offered by
16 the health insurance issuer that
17 is at the gold level.

18 **SEC. 5. MODERNIZING ELIGIBILITY CRITERIA FOR INSUR-**
19 **ANCE AFFORDABILITY PROGRAMS.**

20 (a) IMPROVING THE STABILITY AND PREDICT-
21 ABILITY OF MEDICAID AND CHIP COVERAGE.—

22 (1) IN GENERAL.—Section 1902(e) of the So-
23 cial Security Act (42 U.S.C. 1396a(e)) is amended
24 by striking paragraph (12) and inserting the fol-
25 lowing:

1 “(12) CONTINUOUS ELIGIBILITY.—

2 “(A) CONTINUOUS ELIGIBILITY OPTION
3 FOR CHILDREN.—At the option of the State,
4 the plan may provide that an individual who is
5 under an age specified by the State (not to ex-
6 ceed 19 years of age) and who is determined to
7 be eligible for benefits under a State plan ap-
8 proved under this title under subsection
9 (a)(10)(A) shall remain eligible for those bene-
10 fits until the earlier of—

11 “(i) the end of a period (not to exceed
12 12 months) following the determination; or

13 “(ii) the time that the individual ex-
14 ceeds that age.

15 “(B) CONTINUOUS COVERAGE FOR CER-
16 TAIN ELIGIBLE INDIVIDUALS SUBJECT TO
17 MODIFIED ADJUSTED GROSS INCOME CRI-
18 TERIA.—

19 “(i) IN GENERAL.—At the option of
20 the State, the State may provide that an
21 individual who is determined to be eligible
22 for benefits under the State plan (or a
23 waiver of such plan), who is under such
24 age as the State may specify, and whose
25 eligibility is based on satisfaction of modi-

1 fied adjusted gross income requirements
 2 shall remain eligible for those benefits until
 3 the end of a period specified by the State
 4 (not to exceed 12 months) following such
 5 determination.

6 “(ii) REQUIREMENT TO PROVIDE CON-
 7 TINUOUS COVERAGE FROM 2023 TO 2030.—
 8 During the period beginning on January 1,
 9 2023, and ending on December 31, 2030,
 10 clause (i) shall be applied—

11 “(I) by substituting ‘The State
 12 shall provide’ for ‘At the option of the
 13 State, the State may provide’;

14 “(II) by striking ‘, who is under
 15 such age as the State may specify,’;
 16 and

17 “(III) by substituting ‘the 12
 18 month period’ for ‘a period specified
 19 by the State (not to exceed 12
 20 months)’.

21 “(C) ELIGIBILITY CATEGORY FLEXI-
 22 BILITY.—A State shall ensure that, notwith-
 23 standing the application of a continuous cov-
 24 erage period under this paragraph, an indi-
 25 vidual who is enrolled under the State plan (or

a waiver of such plan) shall be permitted to change the eligibility category under which the individual is enrolled during such a period if the new eligibility category would result in the individual receiving greater benefits under the plan (or waiver) or in a reduction to the premiums or cost-sharing imposed on the individual under the plan (or waiver).”.

(2) APPLICATION TO CHIP.—Section 2107(e)(1) of the Social Security Act (42 U.S.C. 1397gg(e)(1)) is amended—

(A) by redesignating subparagraphs (H) through (T) as subparagraphs (I) through (U), respectively; and

(B) by inserting after subparagraph (G) the following new subparagraph:

“(H) Section 1902(e)(12) (relating to the provision of continuous coverage), except that, in addition to ensuring that an individual may change the eligibility category under which the individual is enrolled under this title during a continuous coverage period under such section, the State shall also ensure that an individual shall be permitted during such period to enroll

1 in the State plan under title XIX (or a waiver
2 of such plan).”.

3 (3) EFFECTIVE DATE.—The amendments made
4 by this subsection shall take effect on October 1,
5 2021.

6 (b) INCOME ELIGIBILITY DETERMINATIONS FOR
7 MEDICAID AND CHIP.—

8 (1) IN GENERAL.—Section 1902(e)(14)(D) of
9 the Social Security Act (42 U.S.C. 1396a(e)(14)(D))
10 is amended by adding at the end the following new
11 clauses:

12 “(vi) SNAP AND TANF ELIGIBILITY
13 FINDINGS.—

14 “(I) IN GENERAL.—Subject to
15 subclause (III), a State shall provide
16 that an individual for whom a finding
17 has been made as described in clause
18 (II) shall meet applicable eligibility for
19 assistance under the State plan or a
20 waiver of the plan involving financial
21 eligibility, citizenship or satisfactory
22 immigration status, and State resi-
23 dence. A State shall rely on such a
24 finding both for the initial determina-
25 tion of eligibility for medical assist-

1 ance under the plan or waiver and any
2 subsequent redetermination of eligi-
3 bility.

4 “(II) FINDINGS DESCRIBED.—A
5 finding described in this subclause is
6 a determination made within a rea-
7 sonable period (as determined by the
8 Secretary) by a State agency respon-
9 sible for administering the Temporary
10 Assistance for Needy Families pro-
11 gram under part A of title IV or the
12 Supplemental Nutrition Assistance
13 Program established under the Food
14 and Nutrition Act of 2008 that an in-
15 dividual is eligible for benefits under
16 such program.

17 “(III) LIMITATION.—A State
18 shall be required to rely on the find-
19 ings of the State agency responsible
20 for administering the supplemental
21 nutrition assistance program estab-
22 lished under the Food and Nutrition
23 Act of 2008 only in the case of—

24 “(aa) an individual who is
25 under 19 years of age; or

1 “(bb) an individual who is
2 described in subsection
3 (a)(10)(A)(i)(VIII).

4 “(IV) STATE OPTION.—A State
5 may rely on the findings of the State
6 agency responsible for administering
7 the supplemental nutrition assistance
8 program established under the Food
9 and Nutrition Act of 2008 in the case
10 of an individual not described in sub-
11 clause (III).

12 “(vii) RECENT ANNUAL INCOME ES-
13 TABLISHING ELIGIBILITY.—

14 “(I) IN GENERAL.—For purposes
15 of determining the income eligibility
16 for medical assistance of an individual
17 whose eligibility is determined based
18 on the application of modified ad-
19 justed gross income under subpara-
20 graph (A), a State shall provide that
21 an individual whose eligibility date oc-
22 curs in January, February, March, or
23 April of a calendar year shall be fi-
24 nancially eligible if the individual’s
25 modified adjusted gross income for

1 the preceding calendar year satisfies
2 the income eligibility requirement ap-
3 plicable to the individual.

4 “(II) DEFINITION.—For pur-
5 poses of this clause, an ‘eligibility
6 date’ means—

7 “(aa) in the case of an indi-
8 vidual who is not receiving med-
9 ical assistance when the indi-
10 vidual applies for an insurance
11 affordability program (as defined
12 in section 2 of the Easy Enroll-
13 ment in Health Care Act),
14 whether such application takes
15 place through section 3(b) of
16 such Act or otherwise, the date
17 on which such individual applies
18 for such program; and

19 “(bb) in the case of an indi-
20 vidual who is receiving medical
21 assistance and whose continued
22 eligibility for such assistance is
23 being redetermined, the date on
24 which the individual is deter-
25 mined to satisfy all eligibility re-

quirements applicable to the individual other than income eligibility.

“(III) RULES OF CONSTRUCTION.—

“(aa) ELIGIBILITY DETERMINATIONS DURING MAY THROUGH DECEMBER.—Nothing in subclause (I) shall be construed as diminishing, reducing, or otherwise limiting the State’s obligation to grant eligibility, under circumstances other than those described in such subclause, based on data that include income shown on an individual’s tax return, including the obligation under section 1413(c)(3)(A) of the Patient Protection and Affordable Care Act (42 U.S.C. 18083(c)(3)(A)).

“(bb) ALTERNATIVE GROUNDS FOR ELIGIBILITY.—Nothing in subclause (I) shall be construed as diminishing, reduc-

1 ing, or otherwise limiting
2 grounds for eligibility other than
3 those described in such sub-
4 clause, including eligibility based
5 on income as of the point in time
6 at which an application for med-
7 ical assistance under the State
8 plan or a waiver of the plan is
9 processed.

10 “(cc) QUALIFYING FOR AD-
11 DITIONAL ASSISTANCE.—Not-
12 withstanding subclause (I), a
13 State shall use an individual’s
14 modified adjusted gross income
15 as determined as of the point in
16 time at which the individual’s ap-
17 plication for medical assistance is
18 processed or, in the case of rede-
19 termination of eligibility, pro-
20 jected annual income, to deter-
21 mine the individual’s eligibility
22 for medical assistance if using
23 the individual’s modified adjusted
24 gross income, as so determined,
25 would result in the individual

1 being eligible for greater benefits
 2 under the State plan (or a waiver
 3 of such plan) or in the imposition
 4 of lower premiums or cost-shar-
 5 ing on the individual under the
 6 plan (or waiver) than if the indi-
 7 vidual’s eligibility was determined
 8 using the modified adjusted gross
 9 income of the individual as shown
 10 on the individual’s tax return for
 11 the preceding calendar year.”.

12 (2) CONFORMING AMENDMENT.—Section
 13 1902(e)(14)(H)(i) of the Social Security Act (42
 14 U.S.C. 1396a(e)(14)(H)(i)) is amended by inserting
 15 “except as provided in subparagraph (D)(vii)(I),”
 16 before “the requirement”.

17 (3) EFFECTIVE DATE.—The amendments made
 18 by this subsection shall take effect on January 1,
 19 2023.

20 (c) IMPROVING THE STABILITY AND PREDICTABILITY
 21 OF EXCHANGE COVERAGE.—

22 (1) INTERNAL REVENUE CODE OF 1986.—Sec-
 23 tion 36B of the Internal Revenue Code of 1986 is
 24 amended—

25 (A) in subsection (b)—

1 (i) in paragraph (2)(B)(ii), by striking
2 “taxable year” and inserting “applicable
3 tax year”, and

4 (ii) in paragraph (3)—

5 (I) in subparagraph (A)—

6 (aa) in clause (i), by striking
7 “taxable year” and inserting “ap-
8 plicable taxable year”, and

9 (bb) in clause (ii)(I), by in-
10 serting “(or, in the case of appli-
11 cable taxable years beginning in
12 any calendar year after 2023)”
13 after “2014”, and

14 (II) in subparagraph (B)—

15 (aa) in clause (ii)(I)(aa), by
16 striking “the taxable year” each
17 place it appears and inserting
18 “the applicable taxable year”,
19 and

20 (bb) in the flush matter at
21 the end—

22 (AA) striking “files a
23 joint return and no credit is
24 allowed” and inserting “filed
25 a joint return during the ap-

1 applicable taxable year and no
2 credit was allowed”, and

3 (BB) striking “unless a
4 deduction is allowed under
5 section 151 for the taxable
6 year” and inserting “unless
7 a deduction was allowed
8 under section 151 for the
9 applicable taxable year”,

10 (B) in subsection (c)—

11 (i) in paragraph (1)—

12 (I) in subparagraphs (A) and
13 (C), by striking “taxable year” each
14 place it appears and inserting “appli-
15 cable taxable year”, and

16 (II) in subparagraph (D), by
17 striking “is allowable” and all that
18 follows through the period and insert-
19 ing “was allowable to another tax-
20 payer for the applicable taxable
21 year.”,

22 (ii) in paragraph (2)(C), by adding at
23 the end the following:

24 “(v) TIME PERIOD.—

1 “(I) IN GENERAL.—Except as
2 provided under subclause (II), eligi-
3 bility for minimum essential coverage
4 under this subparagraph shall be
5 based on the individual’s eligibility for
6 employer-sponsored minimum essen-
7 tial coverage during the open enroll-
8 ment period (or during a special en-
9 rollment period for an individual who
10 enrolls or who changes their qualified
11 health plan during a special enroll-
12 ment period), as determined by the
13 applicable Exchange.

14 “(II) EXCEPTION.—An individual
15 shall be considered eligible for min-
16 imum essential coverage under clause
17 (iii) for a month for which such Ex-
18 change has determined, subject to
19 rights of notice and appeal under laws
20 governing the applicable insurance af-
21 fordability program (including section
22 1411(f) of the Patient Protection and
23 Affordable Care Act (42 U.S.C.
24 18081(f))), that the individual is cov-

1 ered by an eligible employer-sponsored
2 plan.”, and

3 (iii) by adding at the end the fol-
4 lowing:

5 “(5) APPLICABLE TAXABLE YEAR.—The term
6 ‘applicable taxable year’ means—

7 “(A) with respect to a coverage month that
8 is January, February, March, April, or May,
9 the most recent taxable year that ended at least
10 12 months before January 1 of the plan year,
11 and

12 “(B) with respect to any coverage month
13 not described in subparagraph (A), the most re-
14 cent taxable year that ended before January 1
15 of the plan year.

16 “(6) EXCHANGE.—The term ‘Exchange’ means
17 an American Health Benefit Exchange established
18 under subtitle D of title I of the Patient Protection
19 and Affordable Care Act (42 U.S.C. 18021 et seq.).

20 “(7) OPEN ENROLLMENT PERIOD.—The term
21 ‘open enrollment period’ means an open enrollment
22 period described in subsection (c)(6)(B) of section
23 1311 of the Patient Protection and Affordable Care
24 Act (42 U.S.C. 18031).”,

25 (C) in subsection (d)—

1 (i) in paragraph (1)—

2 (I) by striking “is allowed” and
3 inserting “was allowed”, and

4 (II) by inserting “applicable” be-
5 fore “taxable year”,

6 (ii) in paragraph (3)(B), by inserting
7 “applicable” before “taxable year”,

8 (D) in subsection (e)(1)—

9 (i) by striking “is allowed” and insert-
10 ing “was allowed”, and

11 (ii) by inserting “applicable” before
12 “taxable year”, and

13 (E) in subsection (f)(2)—

14 (i) in subparagraph (A), by striking
15 “If” and inserting “Except as provided in
16 subparagraphs (B) and (C), if”, and

17 (ii) by inserting at the end the fol-
18 lowing:

19 “(C) SAFE HARBOR.—

20 “(i) INCOME AND FAMILY SIZE.—No
21 increase under subparagraph (A) shall be
22 imposed if the advance payments do not
23 exceed amounts that are consistent with
24 income and family size, either—

1 “(I) as shown on the return of
2 tax for the applicable plan year, pro-
3 vided such return was accepted by the
4 Secretary as meeting applicable proc-
5 essing criteria, or

6 “(II) as determined by the appli-
7 cable Exchange under subsection
8 (b)(4) of section 1412 of the Patient
9 Protection and Affordable Care Act
10 (42 U.S.C. 18082).

11 “(ii) EMPLOYER-SPONSORED MINIMUM
12 ESSENTIAL COVERAGE.—No increase under
13 subparagraph (A) shall be imposed based
14 on eligibility for minimum essential cov-
15 erage under subsection (c)(2)(C) if the ap-
16 plicable Exchange—

17 “(I) determined, under clause
18 (v)(I) of such subsection, that the in-
19 dividual was ineligible for employer-
20 sponsored minimum essential cov-
21 erage, and

22 “(II) did not determine, under
23 clause (v)(II) of such subsection, that
24 the individual was covered through

1 employer-sponsored minimum essen-
2 tial coverage.

3 “(iii) EXCEPTION.—Clauses (i) and
4 (ii) shall not apply to the extent that any
5 determination described in such clauses
6 was based on a false statement by the tax-
7 payer which—

8 “(I) was intentional or grossly
9 negligent, and

10 “(II) was—

11 “(aa) made on a return of
12 tax, or

13 “(bb) provided or caused to
14 be provided to an Exchange by
15 the taxpayer.”.

16 (2) PATIENT PROTECTION AND AFFORDABLE
17 CARE ACT.—Section 1412(b) of the Patient Protec-
18 tion and Affordable Care Act (42 U.S.C. 18082(b))
19 is amended—

20 (A) in paragraph (1)(B), by striking “the
21 most recent” and all that follows through the
22 period at the end and inserting “the applicable
23 taxable year, as defined in section 36B(c)(5) of
24 the Internal Revenue Code of 1986.”;

(B) in paragraph (2)(B), by striking “second preceding taxable year” and inserting “applicable taxable year, as defined in such section 36B(c)(5)”; and

(C) by adding at the end the following:

“(3) CHANGE FORM.—If, after the submission of an individual’s application form, the individual experiences changes in circumstances as described in paragraph (2), the individual may, by submitting a change form as prescribed by the Secretary, apply for an increased amount of advance payments of the premium tax credit under section 36B of the Internal Revenue Code of 1986, increased cost-sharing reductions under section 1402, increased assistance under the basic health program under section 1331, and coverage through a State Medicaid program or CHIP program.

“(4) ELIGIBILITY FOR ADDITIONAL ASSISTANCE.—

“(A) IN GENERAL.—The Secretary, in consultation with the Secretary of the Treasury, shall establish a process through which—

“(i) an Exchange determines, through data sources and procedures described in sections 1411 and 1413 (42 U.S.C. 18081;

1 42 U.S.C. 18083), whether each individual
2 who has submitted a change form under
3 paragraph (3) has experienced substantial
4 changes in circumstances that warrant ad-
5 ditional assistance through an insurance
6 affordability program, as defined in section
7 2 of the Easy Enrollment in Health Care
8 Act;

9 “(ii) in the case the Exchange deter-
10 mines an individual has experienced sub-
11 stantial changes in circumstances as de-
12 scribed in clause (i), the Exchange conveys
13 such determination to the Secretary of the
14 Treasury under section 36B(f) of the In-
15 ternal Revenue Code of 1986 and to the
16 administrator of an insurance affordability
17 program for which the individual may
18 qualify under that determination; and

19 “(iii) in the case the Exchange deter-
20 mines an individual has experienced sub-
21 stantial changes in circumstances described
22 in clause (i), the individual may qualify
23 without delay for additional advance pre-
24 mium tax credits under section 36B of the
25 Internal Revenue Code of 1986, increased

cost-sharing reductions under section 1402, additional basic health program assistance under section 1331, or coverage through a State Medicaid program or CHIP program.

“(B) RIGHTS TO NOTICE AND APPEAL.—A determination made by an Exchange under this paragraph shall be subject to any applicable rights of notice and appeal, including such rights under section 1411(f).”.

(3) EFFECTIVE DATES.—The amendments made by this subsection shall take effect on January 1, 2024, and continue in effect through December 31, 2030.

SEC. 6. STRENGTHENING DATA INFRASTRUCTURE FOR ELIGIBILITY FOR INSURANCE AFFORDABILITY PROGRAMS.

(a) INSURANCE AFFORDABILITY PROGRAM ACCESS TO NATIONAL DIRECTORY OF NEW HIRES.—Section 453(i) of the Social Security Act (42 U.S.C. 653(i)) is amended by adding at the end the following new paragraphs:

“(5) ADMINISTRATION OF INSURANCE AFFORDABILITY PROGRAMS.—

1 “(A) IN GENERAL.—The Secretary shall
2 provide access to insurance affordability pro-
3 grams (as such term is defined in section 2 of
4 the Easy Enrollment in Health Care Act) to in-
5 formation in the National Directory of New
6 Hires that involves—

7 “(i) identity, employer, quarterly
8 wages, and unemployment compensation,
9 to the extent such information is poten-
10 tially relevant to determining the eligibility
11 or scope of coverage of an individual for
12 benefits provided by such a program; and

13 “(ii) new hires, to the extent such in-
14 formation is potentially relevant to deter-
15 mining whether an individual is offered
16 minimum essential coverage through a
17 group health plan, as defined in section
18 5000(b)(1) of the Internal Revenue Code
19 of 1986.

20 “(B) REIMBURSEMENT OF HHS COSTS.—
21 Insurance affordability programs shall reim-
22 burse the Secretary, in accordance with sub-
23 section (k)(3), for the additional costs incurred
24 by the Secretary in furnishing information
25 under this paragraph.”.

1 (b) USE OF INFORMATION FROM THE NATIONAL DI-
2 RECTORY OF NEW HIRES.—Notwithstanding any other
3 provision of law—

4 (1) in determining an individual’s eligibility for
5 advance payment of premium tax credits under sec-
6 tion 1412(a)(3) of the Patient Protection and Af-
7 fordable Care Act (42 U.S.C. 18082(a)(3)), and
8 cost-sharing reductions under section 1402 of the
9 Patient Protection and Affordable Care Act (42
10 U.S.C. 18071), and a basic health program under
11 section 1331 of the Patient Protection and Afford-
12 able Care Act (42 U.S.C. 18051), an Exchange may
13 use information about identity, employer, quarterly
14 wages, and unemployment compensation in the Na-
15 tional Directory of New Hires, and information
16 about new hires to determine whether an individual
17 is offered minimum essential coverage through a
18 group health plan, as defined in section 5000(b)(1)
19 of the Internal Revenue Code of 1986, subject to no-
20 tice and appeal rights for any resulting eligibility de-
21 termination, including the rights described in section
22 1411(f) of the Patient Protection and Affordable
23 Care Act (42 U.S.C. 18081(f)); and

24 (2) Medicaid programs and CHIP programs
25 may use information in the National Directory of

1 New Hires about identity, employer, quarterly
 2 wages, and unemployment compensation to deter-
 3 mine eligibility and to implement third-party liability
 4 procedures or premium assistance programs other-
 5 wise permitted or mandated under Federal law, and
 6 use information about new hires to implement such
 7 procedures and policies, subject to notice and appeal
 8 rights for any resulting determination, including
 9 those available under title XIX or title XXI of the
 10 Social Security Act or under section 1411(f) of the
 11 Patient Protection and Affordable Care Act (42
 12 U.S.C. 18081(f)).

13 (c) USE OF INFORMATION ABOUT ELIGIBILITY FOR
 14 OR RECEIPT OF GROUP HEALTH COVERAGE.—Notwith-
 15 standing any other provision of Federal or State law:

16 (1) IN GENERAL.—Subject to the requirements
 17 described in paragraph (2), for purposes of deter-
 18 mining eligibility and, in the case of a Medicaid pro-
 19 gram, for purposes of determining the applicability
 20 of third-party liability procedures or premium assist-
 21 ance policies otherwise permitted or mandated under
 22 Federal law, an insurance affordability program
 23 shall have access to any source of information, main-
 24 tained by or accessible to a public entity, about re-
 25 ceipt or offers of coverage through a group health

1 plan, as defined in section 2 of the Easy Enrollment
2 in Health Care Act. Such sources shall include—

3 (A) information maintained by or acces-
4 sible to the Secretary of Health and Human
5 Services for purposes of implementing section
6 1862(b) of the Social Security Act (42 U.S.C.
7 1395y(b));

8 (B) information maintained by or acces-
9 sible to a State Medicaid program for purposes
10 of implementing subsections (a)(25) or (a)(60)
11 of section 1902 of the Social Security Act (42
12 U.S.C. 1396a); and

13 (C) information reported under sections
14 6055 and 6056 of the Internal Revenue Code of
15 1986.

16 (2) REQUIREMENTS.—An insurance afford-
17 ability program shall obtain the information de-
18 scribed in paragraph (1) pursuant to an interagency
19 or other agreement, consistent with standards pre-
20 scribed by the Secretary of Health and Human Serv-
21 ices, in consultation with the Secretary, that pre-
22 vents the unauthorized use, disclosure, or modifica-
23 tion of such information and otherwise protects pri-
24 vacy and data security.

1 (d) AUTHORIZATION TO RECEIVE RELEVANT INFOR-
2 MATION.—

3 (1) IN GENERAL.—Notwithstanding any other
4 provision of law, a Federal or State agency or pri-
5 vate entity in possession of the sources of data po-
6 tentially relevant to eligibility for an insurance af-
7 fordability program is authorized to convey such
8 data or information to the insurance affordability
9 program, and such program is authorized to receive
10 the data or information and to use it in determining
11 eligibility.

12 (2) APPLICATION OF REQUIREMENTS AND PEN-
13 ALTIES.—A conveyance of data to an insurance af-
14 fordability program under this subsection shall be
15 subject to the same requirements that apply to a
16 conveyance of data to a State Medicaid plan under
17 title XIX of the Social Security Act (42 U.S.C. 1396
18 et seq.) under section 1942 of such Act (42 U.S.C.
19 1396w-2), and the penalties that apply to a viola-
20 tion of such requirements, including penalties that
21 apply to a private entity making a conveyance.

22 (e) ELECTRONIC TRANSMISSION OF INFORMATION.—
23 In determining an individual's eligibility for an insurance
24 affordability program, the program shall—

1 (1) with respect to verifying an element of eligi-
2 bility that is based on information from an Express
3 Lane Agency (as defined in section 1902(e)(13)(F)
4 of the Social Security Act (42 U.S.C.
5 1396a(e)(13)(F))), from another public agency, or
6 from another reliable source of relevant data, waive
7 any otherwise applicable requirement that the indi-
8 vidual must verify such information, provide an at-
9 testation as to the subject of such information, or
10 provide a signature for attestations that include that
11 subject, before the individual is enrolled into min-
12 imum essential coverage; and

13 (2) satisfy any otherwise applicable signature
14 requirement with respect to an individual's enroll-
15 ment in an insurance affordability program through
16 an electronic signature (as defined in section
17 1710(1) of the Government Paperwork Elimination
18 Act (44 U.S.C. 3504 note)).

19 (f) RULE OF CONSTRUCTION.—Nothing in this sec-
20 tion shall be construed as diminishing, reducing, or other-
21 wise limiting the legal authority for an insurance afford-
22 ability program to grant eligibility, in whole or in part,
23 based on an attestation alone, without requiring
24 verification through data matches or other sources.

1 **SEC. 7. FUNDING FOR INFORMATION TECHNOLOGY DEVEL-**
2 **OPMENT AND OPERATIONS.**

3 (a) IN GENERAL.—Out of amounts in the Treasury
4 not otherwise appropriated, there are appropriated to the
5 Secretary of Health and Human Services such sums as
6 may be necessary to establish information exchange and
7 processing infrastructure and operate all information ex-
8 change and processing procedures described in this Act,
9 including for the costs of staff and contractors.

10 (b) AGENCIES RECEIVING FUNDING.—The Secretary
11 of Health and Human Services may, as necessary and in
12 accordance with the procedures described in subsection
13 (c), transfer amounts appropriated under subsection (a)
14 to entities that include the following for the purposes de-
15 scribed in such subsection:

16 (1) The Secretary of the Treasury, including
17 the Internal Revenue Service.

18 (2) The Office of Child Support Enforcement of
19 the Department of Health and Human Services.

20 (3) A State-administered insurance affordability
21 program, including a Medicaid or CHIP program
22 and a State basic health program under section
23 1331 of the Patient Protection and Affordable Care
24 Act (42 U.S.C. 18051).

25 (4) An entity operating an Exchange.

1 (5) A third-party data source, which may be a
2 public or private entity.

3 (c) PROCEDURES.—The Secretary of Health and
4 Human Services, in consultation with the Secretary of the
5 Treasury, shall establish procedures for the entities de-
6 scribed in subsection (b) to request a transfer of funding
7 from the amounts appropriated under subsection (a), in-
8 cluding procedures for reviewing such requests, modifying
9 and approving such requests, appealing decisions about
10 transfers, and auditing such transfers.

11 **SEC. 8. CONFORMING STATUTORY CHANGES.**

12 (a) STATE INCOME AND ELIGIBILITY VERIFICATION
13 SYSTEMS.—Section 1137 of the Social Security Act (42
14 U.S.C. 1320b–7) is amended—

15 (1) in subsection (a)(1), by inserting “(in the
16 case of an individual who has consented to the dis-
17 closure and transfer of relevant return information
18 that includes the individual’s social security account
19 number pursuant to section 3(b)(1)(B) of the Easy
20 Enrollment in Health Care Act, the State shall deem
21 such individual to have satisfied the requirement to
22 furnish such account number to the State under this
23 paragraph)” before the semicolon; and

24 (2) in subsection (d)—

1 (A) in paragraph (1)(A), by striking “The
 2 State shall require” and inserting “Subject to
 3 paragraph (6), the State shall require”; and

4 (B) by adding at the end the following new
 5 paragraph:

6 “(6) SATISFACTION OF REQUIREMENT
 7 THROUGH RELIABLE DATA MATCHES.—In the case
 8 of an individual applying for the program described
 9 in paragraph (2) or the Children’s Health Insurance
 10 Program under title XXI of this Act, the program
 11 shall not require an individual to make the declara-
 12 tion described in paragraph (1)(A) if the procedures
 13 established pursuant to section 3(a)(1) of the Easy
 14 Enrollment in Health Care Act or section
 15 1413(c)(2)(B)(ii)(II) of the Patient Protection and
 16 Affordable Care Act (42 U.S.C.
 17 18083(c)(2)(B)(ii)(II)) were used to verify the indi-
 18 vidual’s citizenship, based on the individual’s social
 19 security number as well as other identifying informa-
 20 tion, which may include such facts as name and date
 21 of birth, that increases the accuracy of matches with
 22 applicable sources of citizenship data.”.

23 (b) ELIGIBILITY DETERMINATIONS UNDER
 24 PPACA.—Section 1411(b) of the Patient Protection and
 25 Affordable Care Act (42 U.S.C. 18081(b)) is amended—

1 (1) in paragraph (3), by striking subparagraph
 2 (A) and inserting the following:

3 “(A) INFORMATION REGARDING INCOME
 4 AND FAMILY SIZE.—The information described
 5 in paragraphs (21) and (23) of section 6103(l)
 6 of the Internal Revenue Code of 1986 for the
 7 applicable tax year, as defined in section
 8 36B(c)(5) of such Code.”; and

9 (2) by adding at the end the following:

10 “(6) RECEIPT OF INFORMATION.—The require-
 11 ments for providing information under this sub-
 12 section may be satisfied through data submitted to
 13 the Exchange through reliable data matches, rather
 14 than by the applicant providing information. In the
 15 case described in paragraph (2)(A), data matches
 16 shall not be used for this purpose unless they meet
 17 the requirements described in section 1137(b)(6) of
 18 the Social Security Act (42 U.S.C. 1320b–
 19 7(b)(6)).”.

20 **SEC. 9. ADVISORY COMMITTEE.**

21 (a) IN GENERAL.—The Secretary of the Treasury, in
 22 conjunction with the Secretary of Health and Human
 23 Services, shall establish an advisory committee to provide
 24 guidance to both Secretaries in carrying out this Act. The
 25 members of the committee shall include—

1 (1) national experts in behavioral economics,
 2 other behavioral science, insurance affordability pro-
 3 grams, enrollment and retention in health programs
 4 and other benefit programs, public benefits for im-
 5 migrants, public benefits for other historically
 6 marginalized or disadvantaged communities, and
 7 Federal income tax policy and operations; and

8 (2) representatives of all relevant stakeholders,
 9 including—

10 (A) consumers;

11 (B) health insurance issuers;

12 (C) health care providers; and

13 (D) tax return preparers.

14 (b) PURVIEW.—The advisory committee established
 15 under subsection (a) shall be solicited for advice on any
 16 topic chosen by the Secretary of the Treasury or the Sec-
 17 retary of Health and Human Services, including (at a
 18 minimum) all matters as to which a provision in this Act,
 19 other than subsection (a), requires a consultation between
 20 the Secretary of the Treasury and the Secretary of Health
 21 and Human Services.

22 **SEC. 10. STUDY.**

23 (a) IN GENERAL.—The Secretary of Health and
 24 Human Services shall conduct a study analyzing the im-
 25 pact of this Act and making recommendations for—

1 (1) State pilot projects to test improvements to
2 this Act, including an analysis of policies that auto-
3 matically enroll eligible individuals into group health
4 plans;

5 (2) modifying open enrollment periods for ex-
6 changes and plan years so that open enrollment co-
7 incides with filing of Federal income tax returns;
8 and

9 (3) other steps to improve outcomes achieved by
10 this Act.

11 (b) REPORT.—Not later than July 1, 2026, the Sec-
12 retary of Health and Human Services shall deliver a re-
13 port on the study and recommendations under subsection
14 (a) to the Committee on Ways and Means, the Committee
15 on Education and Labor, and the Committee on Energy
16 and Commerce of the House of Representatives and to the
17 Committee on Finance and the Committee on Health,
18 Education, Labor, and Pensions of the Senate.

19 **SEC. 11. APPROPRIATIONS.**

20 Out of amounts in the Treasury not otherwise appro-
21 priated, there are appropriated, in addition to the amounts
22 described in section 7 and any amounts otherwise made
23 available, to carry out the purposes of this Act, such sums
24 as may be necessary to the Secretary of the Treasury, and

- 1 such sums as may be necessary to the Secretary of Health
- 2 and Human Services, to remain available until expended.

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