(Original Signature of Member)

114TH CONGRESS 2D SESSION

H. R. 5458

To provide for coordination between the TRICARE program and eligibility for making contributions to a health savings account, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

Mr.	Stewart introduced	the	following	bill;	which	was	referred	to	the
	Committee on			. ///					

A BILL

To provide for coordination between the TRICARE program and eligibility for making contributions to a health savings account, 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 "Veterans TRICARE
- 5 Choice Act".

1	SEC. 2. COORDINATION BETWEEN TRICARE PROGRAM AND
2	ELIGIBILITY TO MAKE CONTRIBUTIONS TO
3	HEALTH SAVINGS ACCOUNTS.
4	(a) In General.—Section 223(c)(1)(B) of the Inter-
5	nal Revenue Code of 1986 is amended by striking "and"
6	at the end of clause (ii), by striking the period at the end
7	of clause (iii) and inserting ", and", and by adding at the
8	end the following new clause:
9	"(iv) coverage under the TRICARE
10	program under chapter 55 of title 10,
11	United States Code, for any period with
12	respect to which an election is in effect
13	under section 1097e of such title providing
14	that the individual is ineligible to be en-
15	rolled in (and receive benefits under) such
16	program.".
17	(b) Provisions Relating to Election of Ineli-
18	GIBILITY UNDER TRICARE.—
19	(1) In General.—Chapter 55 of title 10,
20	United States Code, is amended by inserting after
21	section 1097d the following new section:
22	"§ 1097e. TRICARE program: election of eligibility
23	"(a) Election.—Beginning January 1, 2017, a
24	TRICARE-eligible individual may elect at any time to be
25	ineligible to enroll in (and receive any benefits under) the
26	TRICARE program.

- 1 "(b) Change of Election.—(1) If a TRICARE-eli-
- 2 gible individual makes an election under subsection (a),
- 3 the TRICARE-eligible individual may later elect to be eli-
- 4 gible to enroll in the TRICARE program. An election
- 5 made under this subsection may be made only during a
- 6 special enrollment period.
- 7 "(2) The Secretary shall ensure that a TRICARE-
- 8 eligible individual who makes an election under subsection
- 9 (a) may efficiently enroll in the TRICARE program pur-
- 10 suant to an election under paragraph (1), including by
- 11 maintaining the individual, as appropriate, in the health
- 12 care enrollment system under section 1099 of this title in
- 13 an inactive manner.
- 14 "(c) Period of Election.—If a TRICARE-eligible
- 15 individual makes an election under subsection (a), such
- 16 election shall be in effect beginning on the date of such
- 17 election and ending on the date that such individual makes
- 18 an election under subsection (b)(1) to enroll in the
- 19 TRICARE program.
- 20 "(d) Health Savings Account Participation.—
- 21 (1) For provisions allowing participation in a health sav-
- 22 ings account in connection with coverage under a high de-
- 23 ductible health plan during the period that the election
- 24 under subsection (a) is in effect, see section
- 25 223(c)(1)(B)(iv) of the Internal Revenue Code of 1986.

1	"(2) The Secretary shall submit to the Commissioner
2	of Internal Revenue the name of, and any other informa-
3	tion that the Commissioner may require with respect to,
4	each TRICARE-eligible individual who makes an election
5	under subsection (a) or (b), not later than 90 days after
6	such election, for purposes of determining the eligibility
7	of such TRICARE-eligible individual for a health savings
8	account described in paragraph (1).
9	"(e) Records.—The Secretary shall ensure that a
10	TRICARE-eligible individual who makes an election under
11	subsection (a) is maintained on the Defense Enrollment
12	Eligibility Reporting System, or successor system, regard-
13	less of whether the individual is eligible for the TRICARE
14	program during the period of such election.
15	"(f) Provision of Information.—The Secretary
16	shall provide to each TRICARE-eligible individual who
17	seeks to make an election under subsection (a) information
18	regarding—
19	"(1) health savings accounts in connection with
20	coverage under a high deductible health plan de-
21	scribed in subsection $(d)(1)$, including a comparison
22	of such health saving accounts and the health care
23	benefits the individual is eligible to receive under the
24	TRICARE program; and

1	"(2) changing such an election under subsection
2	(b)(1).
3	"(g) Annual Report.—Not later than 60 days after
4	the end of each fiscal year, the Secretary shall submit to
5	the congressional defense committees a report on elections
6	by TRICARE-eligible individuals under this section that
7	includes the following:
8	"(1) The number of TRICARE-eligible individ-
9	uals, as of the date of the submittal of the report,
10	who are ineligible to enroll in (and receive any bene-
11	fits under) the TRICARE program pursuant to an
12	election under subsection (a).
13	"(2) The number of TRICARE-eligible individ-
14	uals who made an election described under sub-
15	section (a) but, as of the date of the submittal of the
16	report, are enrolled in the TRICARE program pur-
17	suant to a change of election under subsection (b).
18	"(h) Definitions.—In this section:
19	"(1) The term 'TRICARE-eligible individual'
20	means an individual who is—
21	"(A) eligible to be a covered beneficiary en-
22	titled to health care benefits under the
23	TRICARE program (determined without regard
24	to this section); and

1	"(B) not serving on active duty in the uni-
2	formed services.
3	"(2) The term 'special enrollment period' means
4	the period in which a beneficiary under the Federal
5	Employees Health Benefits program under chapter
6	89 of title 5 may enroll in or change a plan under
7	such program by reason of a qualifying event or dur-
8	ing an open enrollment season. For purposes of this
9	section, such qualifying events shall also include
10	events determined appropriate by the Secretary of
11	Defense, including events relating to a member of
12	the armed forces being ordered to active duty.".
13	(2) Conforming amendment.—The table of
14	sections at the beginning of chapter 55 of such title
15	is amended by inserting after the item relating to
16	section 1097d the following new item:
	"1097e. TRICARE program: election of eligibility.".
17	(c) Effective Date.—The amendments made by
18	subsection (a) shall apply to months beginning after De-
19	cember 31, 2016.