AMENDMENT IN THE NATURE OF A SUBSTITUTE TO H.R. _____

OFFERED BY MR. BRADY OF TEXAS

Strike all after the enacting clause and insert the following:

1 SECTION 1. SHORT TITLE.

2 This Act may be cited as the "Verify First Act".

3 SEC. 2. VERIFICATION OF STATUS IN UNITED STATES AS
4 CONDITION OF RECEIVING ADVANCE PAY5 MENT OF HEALTH INSURANCE PREMIUM TAX
6 CREDIT.

7 (a) APPLICATION TO CURRENT HEALTH INSURANCE
8 PREMIUM TAX CREDIT.—Section 36B of the Internal
9 Revenue Code of 1986, as in effect for months beginning
10 before January 1, 2020, is amended by redesignating sub11 section (g) as subsection (h) and by inserting after sub12 section (f) the following new subsection:

13 "(g) VERIFICATION OF STATUS IN UNITED STATES 14 FOR ADVANCE PAYMENT.—No advance payment of the 15 credit allowed under this section with respect to any pre-16 mium under subsection (b)(2)(A) with respect to any indi-17 vidual shall be made under section 1412 of the Patient 18 Protection and Affordable Care Act unless the Secretary $\mathbf{2}$

has received confirmation from the Secretary of Health 1 2 and Human Services that the Commissioner of Social Se-3 curity or the Secretary of Homeland Security has verified 4 under section 1411(c)(2) of such Act the individual's sta-5 tus as a citizen or national of the United States or an alien lawfully present in the United States using a process 6 7 that includes the appropriate use of information related 8 to citizenship or immigration status, such as social secu-9 rity account numbers (but not individual taxpayer identification numbers).". 10

(b) APPLICATION TO NEW HEALTH INSURANCE PREMIUM TAX CREDIT.—Section 36B of the Internal Revenue
Code of 1986, as amended by the American Health Care
Act of 2017 and in effect for months beginning after December 31, 2019, is amended by adding at the end the
following new subsection:

17 "(h) VERIFICATION OF STATUS IN UNITED STATES FOR ADVANCE PAYMENT.—No advance payment of the 18 19 credit allowed under this section with respect to any 20amount under subparagraph (A) or (B) of subsection 21 (b)(1) with respect to any individual shall be made under 22 section 1412 of the Patient Protection and Affordable 23 Care Act unless the Secretary has received confirmation 24 from the Secretary of Health and Human Services that 25 the Commissioner of Social Security or the Secretary of 3

Homeland Security has verified under section 1411(c)(2)1 2 of such Act the individual's status as a citizen or national 3 of the United States or a qualified alien (within the mean-4 ing of section 431 of the Personal Responsibility and Work 5 Opportunity Reconciliation Act of 1996 (8 U.S.C. 1641)) using a process that includes the appropriate use of infor-6 mation related to citizenship or immigration status, such 7 8 as social security account numbers (but not individual tax-9 payer identification numbers).".

(c) CONFORMING AMENDMENT ON CONTINUOUS
HEALTH INSURANCE COVERAGE PROVISION.—Section
2710A(b)(1) of the Public Health Service Act, as added
by section 133 of the American Health Care Act of 2017,
is amended by adding after subparagraph (C) the following:

"In the case of an individual who applies for ad-16 17 vance payment of a credit under section 1412 of the 18 Patient Protection and Affordable Care Act and for 19 whom a determination of eligibility for such advance 20 payment is delayed by reason of the requirement for 21 verification of the individual's status in the United 22 States under section 1411(c)(2) of such Act, the pe-23 riod of days beginning with the date of application 24 for advance payment and ending with the date of 25 such verification shall not be taken into account in

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applying subparagraph (B). The Secretary shall es tablish a procedure by which information relating to
 this period is provided to the individual.".
 (d) DELAY PERMITTED IN COVERAGE DATE IN CASE

5 OF DELAY IN VERIFICATION OF STATUS FOR INDIVID6 UALS APPLYING FOR ADVANCE PAYMENT OF CREDIT.—
7 Section 1411(e) of the Patient Protection and Affordable
8 Care Act (42 U.S.C. 18081(e)) is amended—

9 (1) in paragraph (3), by inserting after "appli10 cant's eligibility" the following: "(other than eligi11 bility for advance payment of a credit under section
12 1412)"; and

13 (2) by adding at the end the following new14 paragraph:

15 "(5) Delay permitted in coverage date in 16 CASE OF DELAY IN VERIFICATION OF STATUS FOR 17 INDIVIDUALS APPLYING FOR ADVANCE PAYMENT OF 18 CREDIT.—In the case of an individual whose eligi-19 bility for advance payments is delayed by reason of 20 the requirement for verification under subsection 21 (c)(2), if, for coverage to be effective as of the date 22 requested in the individual's application for enroll-23 ment, the individual would (but for this paragraph) 24 be required to pay 2 or more months of retroactive 25 premiums, the individual shall be provided the op5

tion to elect to postpone the effective date of coverage to the date that is not more than 1 month
later than the date requested in the individual's application for enrollment.".

5 (e) EFFECTIVE DATES.—

6 (1) APPLICATION TO CURRENT HEALTH INSUR-7 ANCE PREMIUM TAX CREDIT.—The amendment 8 made by subsection (a) is contingent upon the enact-9 ment of the American Health Care Act of 2017 and 10 shall apply (if at all) to months beginning after De-11 cember 31, 2017.

(2) APPLICATION TO NEW HEALTH INSURANCE
PREMIUM TAX CREDIT.—The amendment made by
subsection (b) is contingent upon the enactment of
the American Health Care Act of 2017 and shall
apply (if at all) to months beginning after December
31, 2019, in taxable years ending after such date.

(3) CONFORMING AMENDMENT ON CONTINUOUS
HEALTH INSURANCE COVERAGE PROVISION.—The
amendment made by subsection (c) is contingent
upon the enactment of the American Health Care
Act of 2017 and shall take effect (if at all) as if included in such Act.

24 (4) FLEXIBILITY IN COVERAGE DATE IN CASE25 OF DELAY IN VERIFICATION OF STATUS.—The

amendment made by subsection (d) is contingent
 upon the enactment of the American Health Care
 Act of 2017 and shall apply (if at all) to applications
 for advance payments for months beginning after
 December 31, 2017.

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