



**DESCRIPTION OF THE CHAIRMAN’S AMENDMENT IN THE NATURE
 OF A SUBSTITUTE TO THE PROVISIONS OF H.R. 6305, THE
 “BIPARTISAN HSA IMPROVEMENT ACT OF 2018”**

The Chairman’s amendment in the nature of a substitute to H.R. 6305 makes a change to the effective date of the proposal to refer to amendments made by the section, rather than subsection. Under the Chairman’s amendment, the amendments made by the section shall apply to distributions made after December 31, 2018, in taxable years ending after such date.

The following presents the estimated Federal fiscal year budget effects of the Chairman’s amendment in the nature of a substitute relative to the present-law baseline:

<u>Item</u>	<u>Fiscal Years</u> <u>[Millions of Dollars]</u>											
	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>	<u>2026</u>	<u>2027</u>	<u>2028</u>	<u>2019-23</u>	<u>2019-28</u>
Certain Employment Related Services Not treated as Disqualifying Coverage for Purposes of Health Savings Accounts [1].....	-165	-248	-274	-310	-350	-392	-440	-518	-588	-655	-1,347	-3,939
Contributions Permitted if Spouse has a Health Flexible Spending Account [1].....	-1	-2	-2	-2	-2	-2	-2	-2	-2	-2	-8	-18
FSA and HRA Terminations or Conversions to Fund Health Savings Accounts [1].....	-11	-28	-28	-29	-30	-31	-32	-38	-38	-39	-127	-302
Total.....	-177	-278	-304	-341	-382	-425	-474	-555	-628	-696	-1,482	-4,259

NOTE: Details may not add to totals due to rounding.

[1] Estimate includes the following off-budget effects:

	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>	<u>2026</u>	<u>2027</u>	<u>2028</u>	<u>2019-23</u>	<u>2019-28</u>
Certain Employment Related Services Not treated as Disqualifying Coverage for Purposes of Health Savings Accounts [1].....	-36	-49	-53	-61	-70	-80	-92	-107	-126	-149	-269	-823
Contributions Permitted if Spouse has a Health Flexible Spending Account [1].....	[2]	[2]	[2]	[2]	[2]	-1	-1	-1	-1	-1	-2	-5
Flexible Spending Arrangement and Health Savings Account Terminations or Conversions to Fund Health Savings Accounts [1].....	-3	-7	-8	-8	-8	-9	-9	-9	-9	-10	-34	-80

[2] Loss of less than \$500,000.