

H. R. 4872—2

- Sec. 1404. Brand name pharmaceuticals.
- Sec. 1405. Excise tax on medical device manufacturers.
- Sec. 1406. Health insurance providers.
- Sec. 1407. Delay of elimination of deduction for expenses allocable to medicare part D subsidy.
- Sec. 1408. Elimination of unintended application of cellulosic biofuel producer credit.
- Sec. 1409. Codification of economic substance doctrine and penalties.
- Sec. 1410. Time for payment of corporate estimated taxes.

Subtitle F—Other Provisions

- Sec. 1501. Community college and career training grant program.

TITLE II—EDUCATION AND HEALTH

Subtitle A—Education

- Sec. 2001. Short title; references.

PART I—INVESTING IN STUDENTS AND FAMILIES

- Sec. 2101. Federal Pell Grants.
- Sec. 2102. College access challenge grant program.
- Sec. 2103. Investment in historically black colleges and universities and minority-serving institutions.

PART II—STUDENT LOAN REFORM

- Sec. 2201. Termination of Federal Family Education Loan appropriations.
- Sec. 2202. Termination of Federal loan insurance program.
- Sec. 2203. Termination of applicable interest rates.
- Sec. 2204. Termination of Federal payments to reduce student interest costs.
- Sec. 2205. Termination of FFEL PLUS Loans.
- Sec. 2206. Federal Consolidation Loans.
- Sec. 2207. Termination of Unsubsidized Stafford Loans for middle-income borrowers.
- Sec. 2208. Termination of special allowances.
- Sec. 2209. Origination of Direct Loans at institutions outside the United States.
- Sec. 2210. Conforming amendments.
- Sec. 2211. Terms and conditions of loans.
- Sec. 2212. Contracts; mandatory funds.
- Sec. 2213. Income-based repayment.

Subtitle B—Health

- Sec. 2301. Insurance reforms.
- Sec. 2302. Drugs purchased by covered entities.
- Sec. 2303. Community health centers.

**TITLE I—COVERAGE, MEDICARE,
MEDICAID, AND REVENUES**

Subtitle A—Coverage

SEC. 1001. TAX CREDITS.

(a) PREMIUM TAX CREDITS.—Section 36B of the Internal Revenue Code of 1986, as added by section 1401 of the Patient Protection and Affordable Care Act and amended by section 10105 of such Act, is amended—

(1) in subsection (b)(3)(A)—

(A) in clause (i), by striking “with respect to any taxpayer” and all that follows up to the end period and inserting: “for any taxable year shall be the percentage such that the applicable percentage for any taxpayer whose household income is within an income tier specified in the following table shall increase, on a sliding scale in a linear manner, from the initial premium percentage to

the final premium percentage specified in such table for such income tier:

“In the case of household income (expressed as a percent of poverty line) within the following income tier:	The initial premium percentage is—	The final premium percentage is—
Up to 133%	2.0%	2.0%
133% up to 150%	3.0%	4.0%
150% up to 200%	4.0%	6.3%
200% up to 250%	6.3%	8.05%
250% up to 300%	8.05%	9.5%
300% up to 400%	9.5%	9.5%”; and

(B) by striking clauses (ii) and (iii), and inserting the following:

“(ii) INDEXING.—

“(I) IN GENERAL.—Subject to subclause (II), in the case of taxable years beginning in any calendar year after 2014, the initial and final applicable percentages under clause (i) (as in effect for the preceding calendar year after application of this clause) shall be adjusted to reflect the excess of the rate of premium growth for the preceding calendar year over the rate of income growth for the preceding calendar year.

“(II) ADDITIONAL ADJUSTMENT.—Except as provided in subclause (III), in the case of any calendar year after 2018, the percentages described in subclause (I) shall, in addition to the adjustment under subclause (I), be adjusted to reflect the excess (if any) of the rate of premium growth estimated under subclause (I) for the preceding calendar year over the rate of growth in the consumer price index for the preceding calendar year.

“(III) FAILSAFE.—Subclause (II) shall apply for any calendar year only if the aggregate amount of premium tax credits under this section and cost-sharing reductions under section 1402 of the Patient Protection and Affordable Care Act for the preceding calendar year exceeds an amount equal to 0.504 percent of the gross domestic product for the preceding calendar year.”; and

(2) in subsection (c)(2)(C)—

(A) by striking “9.8 percent” in clauses (i)(II) and (iv) and inserting “9.5 percent”; and

(B) by striking “(b)(3)(A)(iii)” in clause (iv) and inserting “(b)(3)(A)(ii)”.

(b) COST SHARING.—Section 1402(c) of the Patient Protection and Affordable Care Act is amended—

(1) in paragraph (1)(B)(i)—

(A) in subclause (I), by striking “90” and inserting “94”;

(B) in subclause (II)—

(i) by striking “80” and inserting “87”; and

(ii) by striking “and”; and

(C) by striking subclause (III) and inserting the following:

“(III) 73 percent in the case of an eligible insured whose household income is more than 200 percent but not more than 250 percent of the poverty line for a family of the size involved; and

“(IV) 70 percent in the case of an eligible insured whose household income is more than 250 percent but not more than 400 percent of the poverty line for a family of the size involved.”; and

(2) in paragraph (2)—

(A) in subparagraph (A)—

(i) by striking “90” and inserting “94”; and

(ii) by striking “and”;

(B) in subparagraph (B)—

(i) by striking “80” and inserting “87”; and

(ii) by striking the period and inserting “; and”;

and

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

“(C) in the case of an eligible insured whose household income is more than 200 percent but not more than 250 percent of the poverty line for a family of the size involved, increase the plan’s share of the total allowed costs of benefits provided under the plan to 73 percent of such costs.”.

SEC. 1002. INDIVIDUAL RESPONSIBILITY.

(a) AMOUNTS.—Section 5000A(c) of the Internal Revenue Code of 1986, as added by section 1501(b) of the Patient Protection and Affordable Care Act and amended by section 10106 of such Act, is amended—

(1) in paragraph (2)(B)—

(A) in the matter preceding clause (i), by—

(i) inserting “the excess of” before “the taxpayer’s household income”; and

(ii) inserting “for the taxable year over the amount of gross income specified in section 6012(a)(1) with respect to the taxpayer” before “for the taxable year”;

(B) in clause (i), by striking “0.5” and inserting “1.0”;

(C) in clause (ii), by striking “1.0” and inserting “2.0”;

and

(D) in clause (iii), by striking “2.0” and inserting “2.5”;

and

(2) in paragraph (3)—

(A) in subparagraph (A), by striking “\$750” and inserting “\$695”;

(B) in subparagraph (B), by striking “\$495” and inserting “\$325”; and

(C) in subparagraph (D)—

(i) in the matter preceding clause (i), by striking “\$750” and inserting “\$695”; and

(ii) in clause (i), by striking “\$750” and inserting “\$695”.

(b) THRESHOLD.—Section 5000A of such Code, as so added and amended, is amended—

(1) by striking subsection (c)(4)(D); and

(2) in subsection (e)(2)—