

A State Alternative to Obamacare

December 5, 2016

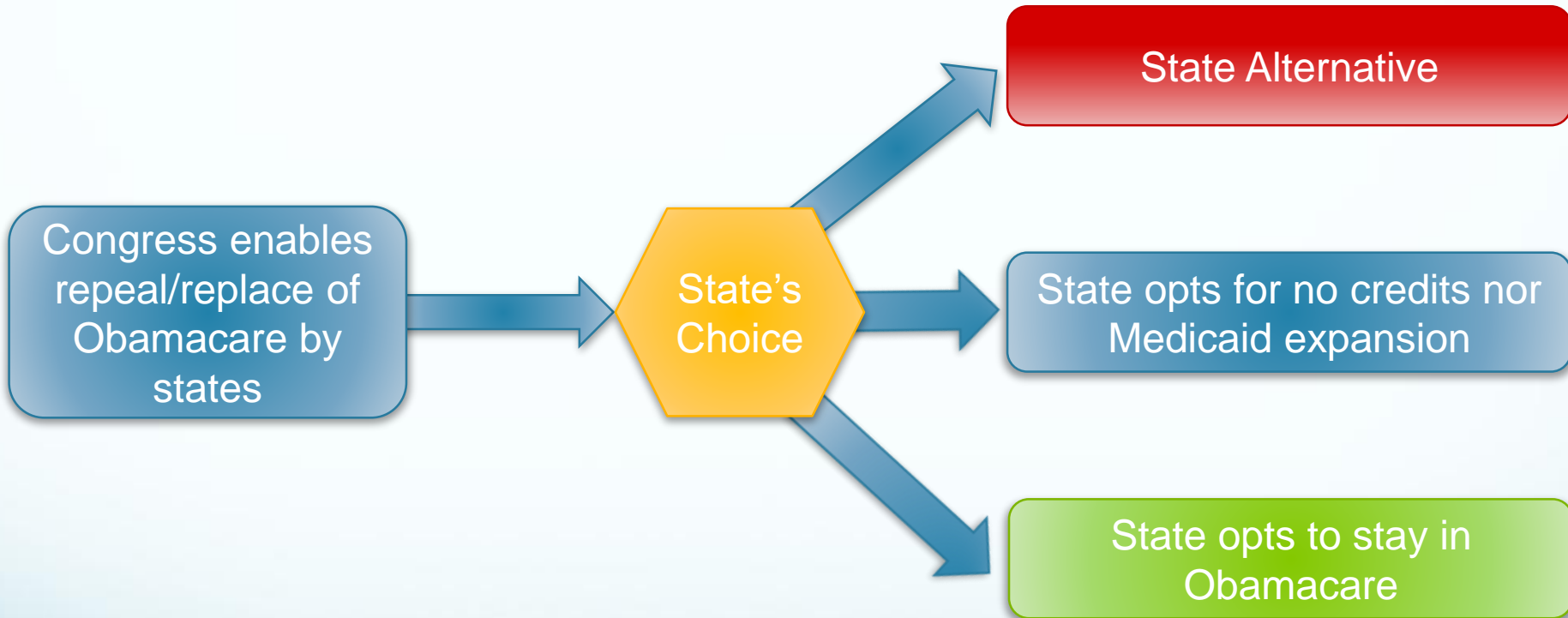
Gives patients the power by:

*• making enrollment easy • requiring price
transparency • eliminating mandates • transferring
power over insurance back to patients and state
governments*

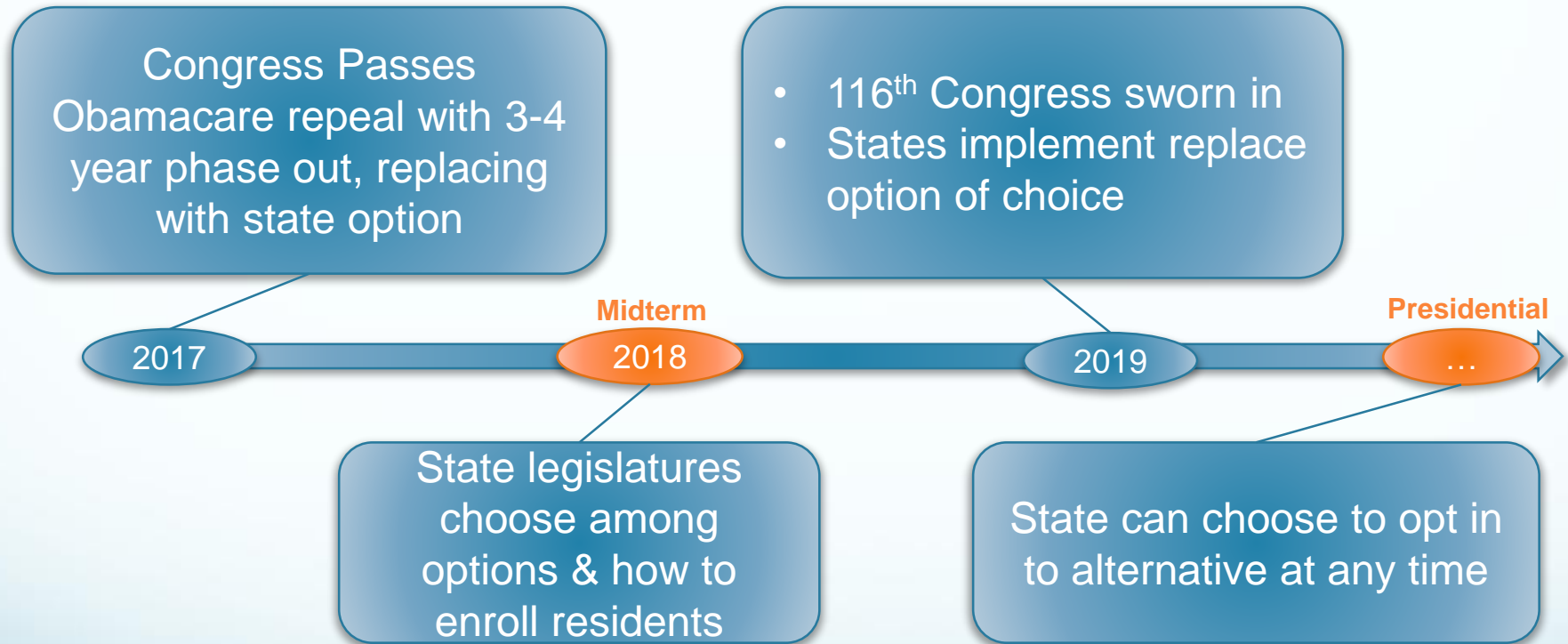
Republicans must maintain three values heading into 2017 :

- 1) Provide health care coverage to the uninsured
- 2) If you like what you have you can keep it—AND WE MEAN IT!
- 3) Respect states' rights, giving states options to choose from and include states in the repeal and replace process

Framework:



Replace Timeline

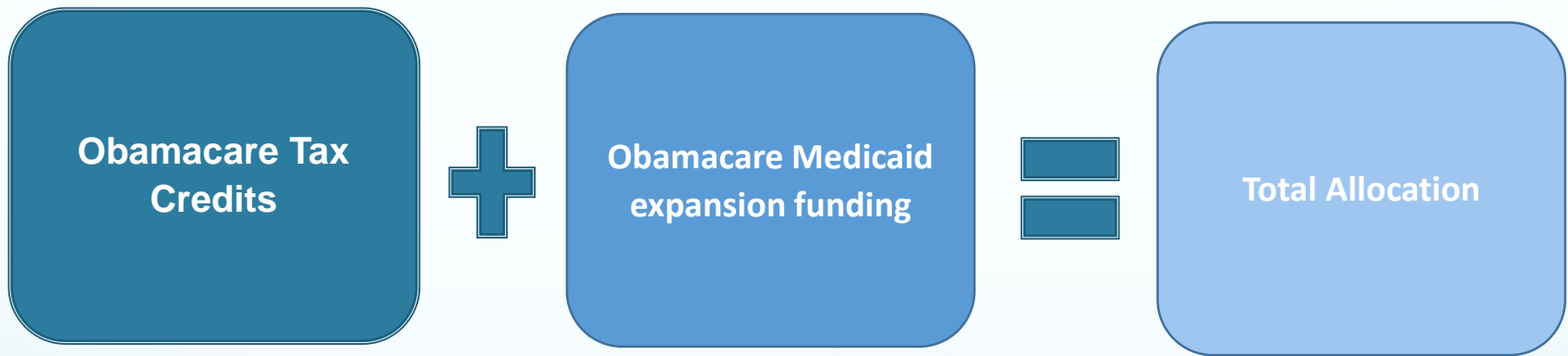


Lower Costs by...

Repealing Federal Mandates

	<i>Obamacare</i>	<i>Alternative</i>
Individual Mandate Penalty	YES	NO
Employer Mandate Penalty	YES	NO
Federal Essential Health Benefits Mandates	YES	NO
Federal Actuarial Value Mandates	YES	NO
Federal 3-1 Age Band Requirement	YES	NO

Money Made Available to States



Enrollment

- State could choose to use tax credits, enrolling eligible Americans automatically with optional opt-out by individual.
- Similar to automatic Medicare enrollment at age 65.
- Could achieve 95% enrollment, restoring stability and actuarial soundness to insurance market through the law of big numbers.

Funding Goes Directly to the PATIENT

States: no state exchange & may choose:

1) Per Capita Block Grant Funding

or

2) Federal Tax Credit Funding

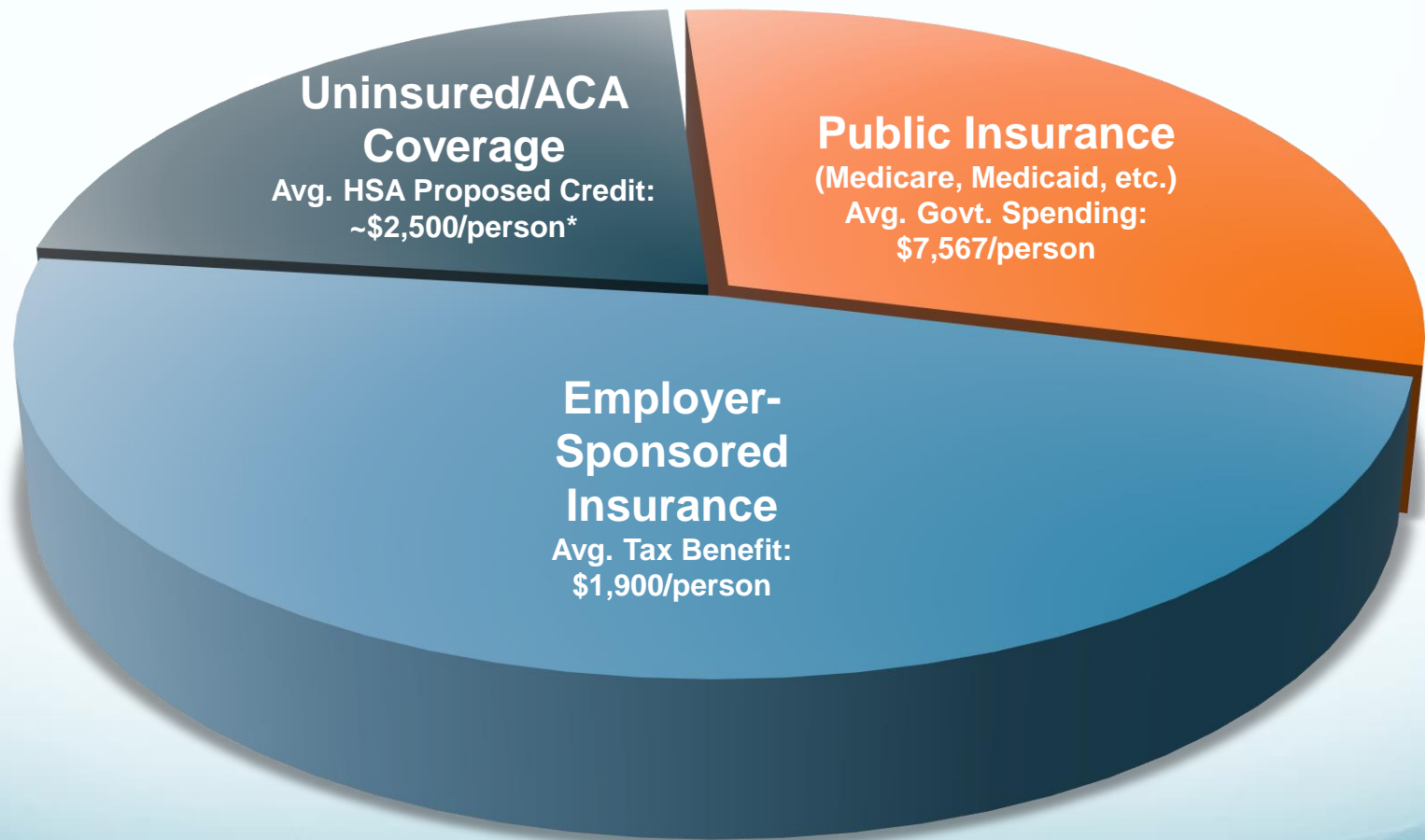
but

A federal or state tax credit goes to patient to purchase health coverage

Patients use HSA to Purchase Health Coverage



Lower Costs by... Equalizing Tax Treatment



*Tax credit is adjusted for age and geography

Patients have the Power of...
***Portability, Protection and Price
Transparency***

Patients can move between health insurance plans without penalty during open enrollment

Continuous coverage protects those with pre-existing conditions

Providers must publish cash price for services reimbursed from a HSA