

Congressman Pete Stark  
for the Congressional Record  
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## Statement by Congressman Pete Stark

### Introducing the Medicare Early Access Act

Mr. Speaker, today, during Cover the Uninsured Week, I am pleased to introduce a bill to help nearly four million people age 55-65 obtain access to affordable health insurance. I am joined by my colleague Rep. Sherrod Brown and more than 90 additional Democratic cosponsors in introducing the "**Medicare Early Access Act**," one of three signature bills that offer attainable, common sense solutions for the uninsured.

We have 45 million Americans without health insurance – 8 million of whom are children. Millions more are underinsured with paltry policies that exclude necessary benefits or charge a king's ransom for co-pays and deductibles. Increasingly, access to coverage and quality care in this country is determined by an ability to pay rather than medical need.

There are many approaches to addressing the needs of the growing population without health coverage in this country. As most of my colleagues know, I am an advocate of a universal health care system in which each and every American would have health coverage. That is the most fair, affordable, and sustainable solution to our national health care needs.

However, that won't be accomplished overnight. In the meantime, there are steps that Congress can and should be taking to develop immediate, if smaller, steps to providing people affordable health insurance coverage options. That's why we've joined together to introduce three separate bills that each target a specific population that is seeing its uninsured rate climb.

The Medicare Early Access Act targets early retirees; the Family Care Act, being introduced by Rep. Dingell, targets children and families; and the Small Business Health Insurance Promotion Act, being introduced by Rep. Barrow, targets small businesses and self-employed individuals.

The Medicare Early Access act would provide people age 55 to 65 with the option of buying into Medicare -- a program with a proven track record that works.

Unfortunately, retiree health benefits have vanished or are quickly disappearing, leaving people with few or no affordable coverage options. Still, among the 55-65

population, it is more likely that someone who is retired will have health insurance than someone still in the workforce. Access to health insurance diminishes for individuals in low-wage jobs. Thirty-five percent of workers age 55-65 who earn less than 200% of poverty are uninsured compared with 17% uninsured nationwide.

Age rating and other underwriting techniques resulting in excessive premiums make coverage unaffordable. Those who are offered coverage are often required to pay astronomical deductibles and co-pays, or are severely limited by pre-existing condition exclusions, leaving them grossly underinsured.

In 1965, Medicare was specifically designed to provide coverage for those the market would not insure. Today we have the opportunity to expand on the original purpose of Medicare by providing access to people the market does not adequately cover. The Medicare Early Access Act would reduce the number of uninsured, provide better coverage for the underinsured, and improve the health status of this vulnerable population without harming Medicare or other insurance markets.

That's why the Medicare Early Access Act makes so much sense. It would allow people in this cohort to buy-into Medicare and enjoy the exact same benefits available to all other Medicare beneficiaries. Premiums for these new participants would be based on actuarial calculations of the cost of providing services to the population. There would be no effect on the Medicare trust fund because premiums will cover the entire cost of services provided.

To ensure premiums are affordable, the bill provides a 75 percent advanceable, refundable tax credit. Thus, participants would pay a monthly premium equal to 25 percent of the cost of the program – an amount similar to what employed individuals pay for their health benefits.

I am pleased to report that advocacy organizations representing consumers and seniors agree with us. The Medicare Early Access Act has been endorsed by the Alliance for Retired Americans, the Center for Medicare Advocacy, Consumers Union, Families USA, and the UAW.

This bill would provide affordable, comprehensive coverage to the most vulnerable uninsured who have few, if any, health insurance options in the current marketplace. The system necessary to implement this bill is already in place; all we have to do is agree the uninsured deserve viable coverage options. I look forward to working with my colleagues on both sides of the aisle to enact the Medicare Early Access Act this year.