## 110TH CONGRESS 1ST SESSION

## H.R. 1222

To restore health care coverage to retired members of the uniformed services, and for other purposes.

## IN THE HOUSE OF REPRESENTATIVES

February 28, 2007

Mr. VAN HOLLEN (for himself, Mr. EDWARDS, Mr. MILLER of Florida, and Mr. Jones of North Carolina) introduced the following bill; which was referred to the Committee on Armed Services, and in addition to the Committee on Oversight and Government Reform, for a period to be subsequently determined by the Speaker, in each case for consideration of such provisions as fall within the jurisdiction of the committee concerned

## A BILL

To restore health care coverage to retired members of the uniformed services, and for other purposes.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 SECTION 1. SHORT TITLE.
- 4 This Act may be cited as the "Keep Our Promise to
- 5 America's Military Retirees Act".
- 6 SEC. 2. FINDINGS.
- 7 Congress finds the following:

- (1) No statutory health care program existed for members of the uniformed services who entered service prior to December 7, 1956, and retired after serving a minimum of 20 years.
  - (2) Statutes enacted in 1956 allowed those who entered service on or after December 7, 1956, and retired after serving a minimum of 20 years or by reason of a service-connected disability to medical and dental care in any facility of the uniformed services, subject to the availability of space and facilities and the capabilities of the medical and dental staff.
  - (3) Recruiters, re-enlistment counselors, and officers at all levels of the uniformed services, and other government officials, as agents of the United States Government, continued to allow members who entered the uniformed services to believe they would be entitled to fully paid lifetime health care upon retirement, despite enactment of statutes in 1956, subsequent statutes, and the issuance of regulations that defined and limited the availability of medical care to retired members of the uniformed services.
  - (4) After 5 rounds of base closures between 1988 and 1995 and further drawdowns of remaining military medical treatment facilities, access to "space available" health care in a military medical

- treatment facility is difficult for many military retirees and virtually nonexistent for some.
- 3 (5) Although provisions in the Floyd D. Spence 4 National Defense Authorization Act for Fiscal Year 5 2001 (as enacted into law by Public Law 106–398) 6 extended coverage under the TRICARE program to 7 medicare eligible military retirees age 65 and older, 8 those provisions did not address the health care
- 10 (6) The United States should make good on the 11 promises recruiters made in good faith and reestab-12 lish high quality health care for all retired members 13 of the uniformed services.

needs of military retirees under the age of 65.

- 14 SEC. 3. COVERAGE OF MILITARY RETIREES UNDER THE
- 15 FEDERAL EMPLOYEES HEALTH BENEFITS
- 16 **PROGRAM.**

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- 17 (a) Coverage for Retirees and Dependents.—
- 18 (1) Section 1108 of title 10, United States Code, is
- 19 amended to read as follows:
- 20 "§1108. Health care coverage through Federal Em-
- 21 ployees Health Benefits program
- 22 "(a) FEHBP OPTION.—The Secretary of Defense,
- 23 after consulting with the other administering Secretaries,
- 24 shall enter into an agreement with the Office of Personnel
- 25 Management to provide coverage to eligible beneficiaries

1	described in subsection (b) under the health benefits plans
2	offered through the Federal Employees Health Benefits
3	program under chapter 89 of title 5.
4	"(b) Eligible Beneficiaries; Coverage.—(1) An
5	eligible beneficiary under this subsection is—
6	"(A) a member or former member of the uni-
7	formed services described in section 1074(b) of this
8	title;
9	"(B) an individual who is an unremarried
10	former spouse of a member or former member de-
11	scribed in section $1072(2)(F)$ or $1072(2)(G)$ ;
12	"(C) an individual who is—
13	"(i) a dependent of a deceased member or
14	former member described in section 1076(b) or
15	1076(a)(2)(B) of this title or of a member who
16	died while on active duty for a period of more
17	than 30 days; and
18	"(ii) a member of family as defined in sec-
19	tion 8901(5) of title 5; or
20	"(D) an individual who is—
21	"(i) a dependent of a living member or
22	former member described in section 1076(b)(1)
23	of this title; and
24	"(ii) a member of family as defined in sec-
25	tion 8901(5) of title 5.

- 1 "(2) Eligible beneficiaries may enroll in a Federal
- 2 Employees Health Benefit plan under chapter 89 of title
- 3 5 under this section for self-only coverage or for self and
- 4 family coverage which includes any dependent of the mem-
- 5 ber or former member who is a family member for pur-
- 6 poses of such chapter.
- 7 "(3) A person eligible for coverage under this sub-
- 8 section shall not be required to satisfy any eligibility cri-
- 9 teria specified in chapter 89 of title 5 (except as provided
- 10 in paragraph (1)(C) or (1)(D) as a condition for enroll-
- 11 ment in health benefits plans offered through the Federal
- 12 Employees Health Benefits program under this section.
- 13 "(4) For purposes of determining whether an indi-
- 14 vidual is a member of family under paragraph (5) of sec-
- 15 tion 8901 of title 5 for purposes of paragraph (1)(C) or
- 16 (1)(D), a member or former member described in section
- 17 1076(b) or 1076(a)(2)(B) of this title shall be deemed to
- 18 be an employee under such section.
- 19 "(5) An eligible beneficiary who enrolls in the Federal
- 20 Employees Health Benefits program under this section
- 21 shall not be eligible to receive health care under section
- 22 1086 or section 1097. Such a beneficiary may continue
- 23 to receive health care in a military medical treatment facil-
- 24 ity, in which case the treatment facility shall be reim-
- 25 bursed by the Federal Employees Health Benefits pro-

- 1 gram for health care services or drugs received by the ben-
- 2 efficiary.
- 3 "(c) Change of Health Benefits Plan.—An eli-
- 4 gible beneficiary enrolled in a Federal Employees Health
- 5 Benefits plan under this section may change health bene-
- 6 fits plans and coverage in the same manner as any other
- 7 Federal Employees Health Benefits program beneficiary
- 8 may change such plans.
- 9 "(d) Government Contributions.—The amount
- 10 of the Government contribution for an eligible beneficiary
- 11 who enrolls in a health benefits plan under chapter 89 of
- 12 title 5 in accordance with this section may not exceed the
- 13 amount of the Government contribution which would be
- 14 payable if the electing beneficiary were an employee (as
- 15 defined for purposes of such chapter) enrolled in the same
- 16 health benefits plan and level of benefits.
- 17 "(e) Separate Risk Pools.—The Director of the
- 18 Office of Personnel Management shall require health bene-
- 19 fits plans under chapter 89 of title 5 to maintain a sepa-
- 20 rate risk pool for purposes of establishing premium rates
- 21 for eligible beneficiaries who enroll in such a plan in ac-
- 22 cordance with this section.
- 23 "(f) Reimbursement for Expenses for Health
- 24 CARE SERVICES NORMALLY PROVIDED BY THE DEPART-
- 25 MENT OF DEFENSE UNDER TRICARE STANDARD.—The

- 1 Secretary of Defense shall develop and implement a sys-
- 2 tem to reimburse an eligible beneficiary who enrolls in a
- 3 health benefits plan under chapter 89 of title 5 in accord-
- 4 ance with this section for health care costs incurred by
- 5 the beneficiary that are not paid under the health benefits
- 6 plan but would have been paid by the Department of De-
- 7 fense under TRICARE Standard.".
- 8 (2) The item relating to section 1108 at the begin-
- 9 ning of such chapter is amended to read as follows:
  - "1108. Health care coverage through Federal Employees Health Benefits program.".
- 10 (b) Effective Date.—The amendments made by
- 11 this section shall take effect on October 1, 2007.
- 12 SEC. 4. REIMBURSEMENT FOR TRICARE PHARMACY BENE-
- 13 FITS AT TRICARE NETWORK PHARMACY LEV-
- 14 ELS TO CERTAIN MILITARY RETIREES AND
- 15 DEPENDENTS IN HARDSHIP CASES.
- 16 (a) In General.—In the case of an eligible person
- 17 who has a certification described in subsection (b), the
- 18 Secretary shall reimburse such person for pharmacy bene-
- 19 fits received from a pharmacy that is not a TRICARE
- 20 network pharmacy in the same manner and in the same
- 21 amounts as the Secretary would reimburse such person
- 22 for such benefits received from a pharmacy that is a
- 23 TRICARE network pharmacy.

1	(b) CERTIFICATION.—The certification referred to in
2	subsection (a) is a certification from an eligible person's
3	physician—
4	(1) stating that the person does not have access
5	to a TRICARE network pharmacy due to physical or
6	medical constraints; and
7	(2) meeting such other criteria as the Secretary
8	of Defense considers appropriate.
9	(c) Eligible Person.—In this section, an eligible
10	person is an eligible beneficiary as described in section
11	1108(b) of title 10, United States Code who has another
12	insurance plan or program that provides primary coverage

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13 for health benefits.