

118TH CONGRESS
1ST SESSION

H. R. 3912

To amend the Internal Revenue Code of 1986 to make the health coverage tax credit permanent.

IN THE HOUSE OF REPRESENTATIVES

JUNE 7, 2023

Mr. KILDEE (for himself, Mr. BLUMENAUER, Ms. SLOTKIN, Ms. SEWELL, Ms. MOORE of Wisconsin, and Mr. EVANS) introduced the following bill; which was referred to the Committee on Ways and Means

A BILL

To amend the Internal Revenue Code of 1986 to make the health coverage tax credit permanent.

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 “Bob von Schwedler
5 Permanent Health Coverage Tax Credit Expansion Act”.

6 **SEC. 2. PERMANENT CREDIT FOR HEALTH INSURANCE**
7 **COSTS.**

8 (a) IN GENERAL.—Section 35(b)(1) of the Internal
9 Revenue Code of 1986 is amended to read as follows:

1 “(1) IN GENERAL.—The term ‘eligible coverage
2 month’ means any month if, as of the first day of
3 such month, the taxpayer—

4 “(A) is an eligible individual,

5 “(B) is covered by qualified health insur-
6 ance, the premium for which is paid by the tax-
7 payer,

8 “(C) does not have other specified cov-
9 erage, and

10 “(D) is not imprisoned under Federal,
11 State, or local authority.”.

12 (b) INCREASE IN CREDIT PERCENTAGE.—Section
13 35(a) of such Code is amended by striking “72.5 percent”
14 and inserting “80 percent”.

15 (c) CONFORMING AMENDMENTS.—

16 (1) Section 35(e)(2)(B)(i) of such Code is
17 amended by striking “clauses (iii) and (iv) of sub-
18 section (b)(1)(A)” and inserting “subparagraphs (C)
19 and (D) of subsection (b)(1)”.

20 (2) Subsections (b) and (e)(1) of section 7527
21 of such Code are each amended by striking “72.5
22 percent” and inserting “80 percent”.

23 (d) EFFECTIVE DATE.—

1 (1) IN GENERAL.—The amendments made by
2 this section shall apply to coverage months begin-
3 ning after December 31, 2021.

4 (2) TRANSITION RULE.—Notwithstanding sec-
5 tion 35(g)(11)(B)(i) of such Code, an election to
6 apply section 35 of such Code to an eligible coverage
7 month (as defined in section 35(b) of such Code) be-
8 ginning after December 31, 2021, and before the be-
9 ginning of the first taxable year beginning after the
10 date of the enactment of this Act—

11 (A) may be made at any time on or after
12 such date of enactment and before the later
13 of—

14 (i) the expiration of the 3-year period
15 of limitation prescribed in section 6511(a)
16 of such Code with respect to the taxable
17 year for such coverage month, or

18 (ii) any date specified in guidance
19 issued by the Secretary, and

20 (B) may be made on an amended return.

○