

115TH CONGRESS  
1ST SESSION

# H. R. 352

To amend the Social Security Act to replace the Medicaid program and the Children's Health Insurance program with a block grant to the States, and for other purposes.

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## IN THE HOUSE OF REPRESENTATIVES

JANUARY 6, 2017

Mr. ROKITA (for himself, Mr. MESSER, Mr. FRANKS of Arizona, Mr. FARENTHOLD, Mr. WESTERMAN, Mr. DESJARLAIS, Mr. MOOLENAAR, Mr. PALAZZO, Mrs. BLACK, Mr. SCHWEIKERT, Mr. JODY B. HICE of Georgia, Mr. LOUDERMILK, Mr. PITTENGER, Mr. BISHOP of Utah, Mr. DUNCAN of South Carolina, Mr. COLE, Mr. OLSON, Mr. ROHRABACHER, Mr. CRAMER, Mr. MEADOWS, Mr. BRAT, Mr. STEWART, Mr. PEARCE, Mr. TROTT, Mr. BANKS of Indiana, Mr. BARR, and Mr. ALLEN) introduced the following bill; which was referred to the Committee on Energy and Commerce, and in addition to the Committees on Rules, Ways and Means, Education and the Workforce, the Judiciary, Natural Resources, House Administration, and Appropriations, 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

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## A BILL

To amend the Social Security Act to replace the Medicaid program and the Children's Health Insurance program with a block grant to the States, 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,*

1 **SECTION 1. SHORT TITLE; TABLE OF CONTENTS.**

2 (a) SHORT TITLE.—This Act may be cited as the  
3 “State Health Flexibility Act of 2017”.

4 (b) TABLE OF CONTENTS.—The table of contents of  
5 this Act is as follows:

Sec. 1. Short title; table of contents.

Sec. 2. Health grants to the States for health care services to indigent individuals.

“TITLE XXII—BLOCK GRANTS TO STATES FOR HEALTH CARE  
SERVICES TO INDIGENT INDIVIDUALS

“Sec. 2201. Purpose.

“Sec. 2202. Grants to States.

“Sec. 2203. Administrative and fiscal accountability.

“Sec. 2204. Nondiscrimination provisions.

“Sec. 2205. Definitions.

Sec. 3. Repeal of PPACA, HCERA, and the Federal requirements of Medicaid and CHIP.

Sec. 4. Severability.

Sec. 5. Effective date.

6 **SEC. 2. HEALTH GRANTS TO THE STATES FOR HEALTH**  
7 **CARE SERVICES TO INDIGENT INDIVIDUALS.**

8 (a) HEALTH CARE BLOCK GRANT TO STATES.—The  
9 Social Security Act is amended by adding at the end the  
10 following new title:

11 **“TITLE XXII—BLOCK GRANTS TO**  
12 **STATES FOR HEALTH CARE**  
13 **SERVICES TO INDIGENT INDI-**  
14 **VIDUALS**

15 **“SEC. 2201. PURPOSE.**

16 “The purpose of this title is to provide Federal finan-  
17 cial assistance to the States, in the form of a single grant,  
18 to allow the States maximum flexibility in providing, and

1 financing the provision of, health-care-related items and  
2 services to indigent individuals.

3 **“SEC. 2202. GRANTS TO STATES.**

4       “(a) IN GENERAL.—Subject to the requirements of  
5 this title, each State is entitled to receive from the Sec-  
6 retary of the Treasury a grant for each quarter of each  
7 of fiscal years 2018 through 2026, in an amount that is  
8 equal to 25 percent of the total amount received by a State  
9 under title XIX and title XXI for fiscal year 2013.

10       “(b) APPROPRIATION.—Out of any money in the  
11 Treasury of the United States not otherwise appropriated,  
12 there are appropriated for each of fiscal years 2018  
13 through 2026 such sums as are necessary for grants under  
14 this section.

15       “(c) REQUIREMENTS RELATING TO INTERGOVERN-  
16 MENTAL FINANCING.—The Secretary of the Treasury  
17 shall make the transfer of funds under grants under sub-  
18 section (a) directly to each State in accordance with the  
19 requirements of section 6503 of title 31, United States  
20 Code.

21       “(d) EXPENDITURE OF FUNDS.—

22               “(1) IN GENERAL.—Except as provided in para-  
23 graph (2), amounts received by a State under this  
24 title for any fiscal year shall be expended by the

1 State in such fiscal year or in the succeeding fiscal  
2 year.

3 “(2) USE OF RAINY DAY FUND PERMITTED.—

4 Of the amounts received by a State under this title,  
5 the State may set aside, in a separate account, such  
6 amounts as the State deems necessary to provide,  
7 without fiscal limitation, health-care-related items  
8 and services for indigent individuals during—

9 “(A) periods of unexpectedly high rates of  
10 unemployment; or

11 “(B) periods related to circumstances that  
12 are not described in subparagraph (A) and that  
13 cause unexpected increases in the need for such  
14 items and services for such individuals.

15 “(3) FUNDS REMAINING AFTER FISCAL YEAR  
16 2027.—If, after fiscal year 2027, a State has funds  
17 in the account under paragraph (2), the State may  
18 only expend such funds if such funds are used in a  
19 manner that is permitted under subsection (e), as  
20 such subsection is in effect on September 30, 2028.

21 “(e) USE OF FUNDS.—A State may only use the  
22 amounts received under subsection (a) as follows:

23 “(1) GENERAL PURPOSE.—Nothing in this title  
24 shall be construed as limiting the flexibility of a  
25 State to determine which providers of such items

1 and services qualify to receive payment from a grant  
2 made to the State under this title.

3 “(2) FUNDING FOR RISK ADJUSTMENT MECHA-  
4 NISMS.—To fund qualified high risk pools, reinsur-  
5 ance pools, or other risk-adjustment mechanisms  
6 used for the purpose of subsidizing the purchase of  
7 private health insurance for the high-risk population.

8 “(3) AUTHORITY TO USE PORTION OF FEDERAL  
9 ASSISTANCE FOR OTHER WELFARE-RELATED PRO-  
10 GRAMS.—

11 “(A) IN GENERAL.—Subject to the limit  
12 under subparagraph (B), to carry out a State  
13 program pursuant to any or all of the following  
14 provisions of law:

15 “(i) Part A of title IV of this Act.

16 “(ii) Section 1616 of this Act.

17 “(iii) The Food and Nutrition Act of  
18 2008.

19 “(B) LIMITATION.—A State may not use  
20 more than 30 percent of the amount received  
21 under subsection (a) for a fiscal year to carry  
22 out a State program, or programs, under sub-  
23 paragraph (A).

1           “(C) REQUIREMENTS ON FUNDS.—Any  
2 amounts that are used under subparagraph  
3 (A)—

4                   “(i) shall not be subject to any of the  
5 requirements of subsection (d), subsection  
6 (f), or section 2204; and

7                   “(ii) shall be subject to—

8                           “(I) the audit requirements  
9 under section 2203; and

10                           “(II) any requirements that  
11 apply to Federal funds provided di-  
12 rectly for such State program.

13           “(f) MAINTENANCE OF CURRENT LAW RESTRIC-  
14 TIONS ON USE OF FEDERAL FUNDS.—

15                   “(1) IN GENERAL.—

16                           “(A) NO FUNDING FOR ABORTIONS.—  
17 None of the funds appropriated in this title  
18 shall be expended for any abortion.

19                           “(B) NO FUNDS FOR COVERAGE OF ABOR-  
20 TION.—None of the funds appropriated in this  
21 title shall be expended for health benefits cov-  
22 erage that includes coverage of abortion.

23                           “(C) HEALTH BENEFITS COVERAGE DE-  
24 FINED.—For purposes of this subsection, the  
25 term ‘health benefits coverage’ means the pack-

1 age of services covered by a managed care pro-  
2 vider or organization pursuant to a contract or  
3 other arrangement.

4 “(2) EXCEPTIONS.—The limitations established  
5 in paragraph (1) shall not apply to an abortion—

6 “(A) if the pregnancy is the result of an  
7 act of rape or incest; or

8 “(B) in the case where a woman suffers  
9 from a physical disorder, physical injury, or  
10 physical illness that would, as certified by a  
11 physician, place the woman in danger of death  
12 unless an abortion is performed, including a  
13 life-endangering physical condition caused by or  
14 arising from the pregnancy itself.

15 “(3) STATE FUNDS USED IN CONJUNCTION  
16 WITH FEDERAL FUNDS.—The limitations established  
17 in paragraph (1) shall apply to any State funds used  
18 in conjunction with Federal funds appropriated  
19 under this title to provide, or finance the provision  
20 of, health-care-related items and services to indigent  
21 individuals pursuant to section 2201 or subsection  
22 (d)(2), (e)(1), or (e)(2) of this section.

23 “(4) OPTION TO PURCHASE SEPARATE COV-  
24 ERAGE OR PLAN.—Nothing in this subsection shall  
25 be construed as prohibiting a State from purchasing

1 separate coverage for abortions for which funding is  
2 prohibited under this subsection, or a health plan  
3 that includes such abortions, so long as such cov-  
4 erage or plan is paid for entirely using funds not  
5 provided by this title.

6 “(5) OPTION TO OFFER COVERAGE OR PLAN.—

7 Nothing in this subsection shall restrict any health  
8 insurance issuer from offering separate coverage for  
9 abortions for which funding is prohibited under this  
10 subsection, or a health plan that includes such abor-  
11 tions, so long as—

12 “(A) premiums for such separate coverage  
13 or plan are paid entirely with funds not pro-  
14 vided by this title; and

15 “(B) administrative costs and all services  
16 offered through such separate coverage or plan  
17 are paid for using only premiums collected for  
18 such coverage or plan.

19 “(6) CONSCIENCE PROTECTIONS.—

20 “(A) None of the funds appropriated in  
21 this Act may be made available to a Federal  
22 agency or program, or to a State or local gov-  
23 ernment, if such agency, program, or govern-  
24 ment subjects any institutional or individual  
25 health care entity to discrimination on the basis



1           that the health care entity does not provide, pay  
2           for, provide coverage of, or refer for abortions.

3           “(B) In this paragraph, the term ‘health  
4           care entity’ includes an individual physician or  
5           other health care professional, a hospital, a pro-  
6           vider-sponsored organization, a health mainte-  
7           nance organization, a health insurance plan, or  
8           any other kind of health care facility, organiza-  
9           tion, or plan.

10          “(g) NO FUNDING FOR ILLEGAL ALIENS.—

11           “(1) IN GENERAL.—Except as provided in para-  
12          graph (2), no funds appropriated in this title may be  
13          used to provide health-care-related items and serv-  
14          ices to an alien who is not lawfully admitted for per-  
15          manent residence or otherwise permanently residing  
16          in the United States under color of law.

17           “(2) EMERGENCY ASSISTANCE.—A State that  
18          receives a grant under this title for a fiscal year  
19          shall provide payment for health-care-related items  
20          and services provided to an alien described in para-  
21          graph (1), consistent with the requirements of sec-  
22          tion 1867, if—

23           “(A) such health-care-related items and  
24          services are—

1 “(i) necessary for the treatment of an  
2 emergency medical condition (as defined in  
3 subsection (e) of such section); and

4 “(ii) health-care-related items and  
5 services that such State would provide pay-  
6 ment for under this title, if provided to an  
7 indigent individual;

8 “(B) the individual would meet all nec-  
9 essary eligibility requirements if paragraph (1)  
10 did not apply for health-care-related items and  
11 services under the State program funded under  
12 this title; and

13 “(C) such items and services are not re-  
14 lated to an organ transplant procedure.

15 “(h) NONENTITLEMENT.—Nothing in this title shall  
16 be construed as providing an individual with an entitle-  
17 ment to health-care-related items and services under this  
18 title.

19 **“SEC. 2203. ADMINISTRATIVE AND FISCAL ACCOUNT-**  
20 **ABILITY.**

21 “(a) AUDITS.—

22 “(1) CONTRACT WITH APPROVED AUDITING EN-  
23 TITY.—Not later than October 1, 2018, and annu-  
24 ally thereafter, a State shall contract with an ap-  
25 proved auditing entity (as defined under paragraph

1 (3)(B)) for purposes of conducting an audit under  
2 paragraph (2) (with respect to the fiscal year ending  
3 September 30 of such year).

4 “(2) AUDIT REQUIREMENT.—Under a contract  
5 under paragraph (1), an approved auditing entity  
6 shall conduct an audit of the expenditures or trans-  
7 fers made by a State from amounts received under  
8 a grant under this title, or from State funds de-  
9 scribed in section 2202(f)(3), with respect to the fis-  
10 cal year which such audit covers, to determine the  
11 extent to which such expenditures and transfers  
12 were expended in accordance with this title.

13 “(3) ENTITY CONDUCTING AUDIT.—

14 “(A) IN GENERAL.—With respect to a  
15 State, the audit under paragraph (2) shall be  
16 conducted by an approved auditing entity in ac-  
17 cordance with generally accepted auditing prin-  
18 ciples, including the provisions of chapter 75 of  
19 title 31, United States Code.

20 “(B) APPROVED AUDITING ENTITY.—For  
21 purposes of this section, the term ‘approved au-  
22 diting entity’ means, with respect to a State, an  
23 entity that is—

24 “(i) approved by the Secretary of the  
25 Treasury;

1                   “(ii) approved by the chief executive  
2                   officer of the State; and

3                   “(iii) independent of any Federal,  
4                   State, or local agency.

5                   “(4) SUBMISSION OF AUDIT.—Not later than  
6                   December 31, 2018, and annually thereafter, a State  
7                   shall submit the results of the audit under para-  
8                   graph (2) (with respect to the fiscal year ending on  
9                   September 30 of such year) to the State legislature  
10                  and to the Secretary of the Treasury.

11                  “(b) REIMBURSEMENT AND PENALTY.—

12                  “(1) IN GENERAL.—If, through an audit con-  
13                  ducted under subsection (a), an approved auditing  
14                  entity finds that any amounts paid to a State under  
15                  a grant under this title were not expended in accord-  
16                  ance with this title—

17                         “(A) the State shall pay to the Treasury of  
18                         the United States any such amount, plus 10  
19                         percent of such amount as a penalty; or

20                         “(B) the Secretary of the Treasury shall  
21                         offset such amount plus the 10-percent penalty  
22                         against any other amount in any other fiscal  
23                         year that the State may be entitled to receive  
24                         under a grant under this title.

1           “(2) MISUSE OF STATE FUNDS.—If, through an  
2           audit conducted under subsection (a), an approved  
3           auditing entity finds that a State violated the re-  
4           quirements of section 2202(f)(3), the State shall pay  
5           to the Treasury of the United States 100 percent of  
6           the amount of State funds that were used in viola-  
7           tion of section 2202(f)(3) as a penalty. Insofar as a  
8           State fails to pay any such penalty, the Secretary of  
9           the Treasury shall offset the amount not so paid  
10          against the amount of any grant otherwise payable  
11          to the State under this title.

12          “(c) ANNUAL REPORTING REQUIREMENTS.—

13                 “(1) IN GENERAL.—Not later than January 31,  
14                 2019, and annually thereafter, each State shall sub-  
15                 mit to the Secretary of the Treasury a report on the  
16                 activities carried out by the State during the most  
17                 recently completed fiscal year with funds received by  
18                 the State under a grant under this title for such fis-  
19                 cal year.

20                 “(2) CONTENT.—A report under paragraph (1)  
21                 shall, with respect to a fiscal year—

22                         “(A) contain the results of the audit con-  
23                         ducted by an approved auditing entity for a  
24                         State for such fiscal year, in accordance with

1 the requirements of subsection (a) of this sec-  
2 tion;

3 “(B) specify the amount of the grant made  
4 to the State under this title that is used to  
5 carry out a program under section 2202(e)(3);  
6 and

7 “(C) be in such form and contain such  
8 other information as the State determines is  
9 necessary to provide—

10 “(i) an accurate description of the ac-  
11 tivities conducted by the State for the pur-  
12 pose described under section 2201 and any  
13 other use of funds permitted under sub-  
14 sections (d) and (e) of section 2202; and

15 “(ii) a complete record of the pur-  
16 poses for which amounts were expended in  
17 accordance with this title.

18 “(3) CONFORMITY WITH ACCOUNTING PRIN-  
19 CIPALS.—Any financial information in the report  
20 under paragraph (1) shall be prepared and reported  
21 in accordance with generally accepted accounting  
22 principles, including the provisions of chapter 75 of  
23 title 31, United States Code.

24 “(4) PUBLIC AVAILABILITY.—A State shall  
25 make copies of the reports required under this sec-

1 tion available on a public Web site and shall make  
2 copies available in other formats upon request.

3 “(d) SUSPENSION OF PAYMENTS FOR FAILURE TO  
4 COMPLY WITH CERTAIN REQUIREMENTS.—

5 “(1) IN GENERAL.—The Secretary of the  
6 Treasury shall suspend payments made to a State  
7 under a grant authorized by section 2202(a) during  
8 any payment suspension period.

9 “(2) SUSPENSION PERIOD DEFINED.—For pur-  
10 poses of paragraph (1), the term ‘payment suspen-  
11 sion period’ means—

12 “(A) in the case of an audit required to be  
13 submitted under subsection (a), the period that  
14 begins on the date such audit is required to be  
15 so submitted and ends on the date on which the  
16 State submits such audit;

17 “(B) in the case of a report required to be  
18 submitted under subsection (c), the period that  
19 begins on the date such report is required to be  
20 so submitted and ends on the date on which the  
21 State submits such report; or

22 “(C) in the case of a violation by a State  
23 of a requirement of section 2202(f), the period  
24 that begins on the date on which the State is  
25 informed of such violation and ends on the date

1           on which such violation is corrected by the  
2           State.

3           “(e) ADMINISTRATIVE SUPERVISION AND OVER-  
4 SIGHT.—

5           “(1) LIMITED ROLE FOR SECRETARY OF THE  
6 TREASURY AND THE ATTORNEY GENERAL.—

7           “(A) TREASURY.—The authority of the  
8 Secretary of the Treasury under this title is  
9 limited to—

10                   “(i) promulgating regulations, issuing  
11 rules, or publishing guidance documents to  
12 the extent necessary for purposes of imple-  
13 menting subsection (a)(3)(B), subsection  
14 (b), and subsection (d);

15                   “(ii) making quarterly payments to  
16 the States under grants under this title in  
17 accordance with section 2202(a);

18                   “(iii) approving entities under sub-  
19 section (a)(3)(B) for purposes of the audits  
20 required under subsection (a);

21                   “(iv) withholding payment to a State  
22 of a grant under subsection (d) or offset-  
23 ting a payment of such a grant to a State  
24 under subsection (b); and



1           “(v) exercising the authority relating  
2           to nondiscrimination that is specified in  
3           section 2204(b).

4           “(B) ATTORNEY GENERAL.—The authority  
5           of the Attorney General under this title is lim-  
6           ited to the authority under section 2204(c).

7           “(2) FEDERAL SUPERVISION.—

8           “(A) IN GENERAL.—Except as provided  
9           under paragraph (1), an administrative officer,  
10          employee, department, or agency of the United  
11          States (including the Secretary of Health and  
12          Human Services) may not—

13                  “(i) supervise—

14                          “(I) the amounts received by the  
15                          States under this title; or

16                          “(II) the use of such amounts by  
17                          the States; or

18                  “(ii) promulgate regulations or issue  
19                  rules in accordance with this title.

20          “(B) LIMITATION ON SECRETARY OF  
21          HEALTH AND HUMAN SERVICES.—The Sec-  
22          retary of Health and Human Services shall  
23          have no authority under this title.

24          “(f) RESERVATION OF STATE POWERS.—Nothing in  
25          this section shall be construed to limit the power of a

1 State, including the power of a State to pursue civil and  
2 criminal penalties under State law against any individual  
3 or entity that misuses, or engages in fraud or abuse re-  
4 lated to, the funds provided to a State under this title.

5 **“SEC. 2204. NONDISCRIMINATION PROVISIONS.**

6 “(a) NO DISCRIMINATION AGAINST INDIVIDUALS.—  
7 No individual shall be excluded from participation in, de-  
8 nied the benefits of, or subjected to discrimination under,  
9 any program or activity funded in whole or in part with  
10 amounts paid to a State under this title on the basis of  
11 such individual’s—

12 “(1) disability under section 504 of the Reha-  
13 bilitation Act of 1973 (29 U.S.C. 794);

14 “(2) sex under title IX of the Education  
15 Amendments of 1972 (20 U.S.C. 1681 et seq.); or

16 “(3) race, color, or national origin under title  
17 VI of the Civil Rights Act of 1964 (42 U.S.C. 2000d  
18 et seq.).

19 “(b) COMPLIANCE.—

20 “(1) If the Secretary of the Treasury deter-  
21 mines that a State or an entity that has received  
22 funds from amounts paid to a State under a grant  
23 under this title has failed to comply with a provision  
24 of law referred to in subsection (a), the Secretary of  
25 the Treasury shall notify the chief executive officer

1 of the State of such failure to comply and shall re-  
2 quest that such chief executive officer secure such  
3 compliance.

4 “(2) If, not later than 60 days after receiving  
5 notification under paragraph (1), the chief executive  
6 officer of a State fails or refuses to secure compli-  
7 ance with the provision of law referred to in such  
8 notification, the Secretary of the Treasury may—

9 “(A) refer the matter to the Attorney Gen-  
10 eral with a recommendation that an appropriate  
11 civil action be instituted; or

12 “(B) exercise the powers and functions  
13 provided under section 505 of the Rehabilita-  
14 tion Act of 1973 (29 U.S.C. 794a), title IX of  
15 the Education Amendments of 1972 (20 U.S.C.  
16 1681 et seq.), or title VI of the Civil Rights Act  
17 of 1964 (42 U.S.C. 2000d et seq.) (as applica-  
18 ble).

19 “(c) CIVIL ACTIONS.—If a matter is referred to the  
20 Attorney General under subsection (b)(2)(A), or the At-  
21 torney General has reason to believe that a State or entity  
22 has failed to comply with a provision of law referred to  
23 in subsection (a), the Attorney General may bring a civil  
24 action in an appropriate district court of the United States

1 for such relief as may be appropriate, including injunctive  
2 relief.

3 **“SEC. 2205. DEFINITIONS.**

4 “For purposes of this title:

5 “(1) HEALTH-CARE-RELATED ITEMS AND SERV-  
6 ICES.—The term ‘health-care-related items and serv-  
7 ices’ shall be defined by a State with respect to use  
8 of such term for purposes of the application of this  
9 title to the State.

10 “(2) HIGH-RISK POPULATION.—The term ‘high-  
11 risk population’ means individuals who are described  
12 in one of the following subparagraphs:

13 “(A) Individuals who, by reason of the ex-  
14 istence or history of a medical condition, are  
15 able to acquire health coverage only at rates  
16 which are at least 150 percent of the standard  
17 risk rates for such coverage.

18 “(B) Individuals who are provided health  
19 coverage by a qualified high risk pool.

20 “(3) INDIGENT INDIVIDUAL.—The term ‘indi-  
21 gent individual’ shall be defined by a State with re-  
22 spect to use of such term for purposes of the appli-  
23 cation of this title to the State.

24 “(4) QUALIFIED HIGH RISK POOL.—The term  
25 ‘qualified high risk pool’ has the meaning given such

1 term in section 2745(g)(1)(A) of the Public Health  
2 Service Act.

3 “(5) RISK-ADJUSTMENT MECHANISM DE-  
4 FINED.—For purposes of this section, the term  
5 ‘risk-adjustment mechanism’ means any risk-spread-  
6 ing mechanism to subsidize the purchase of private  
7 health insurance for the high-risk population, includ-  
8 ing a qualified high risk pool.”.

9 (b) REPORT ON REDUCTION OF FEDERAL ADMINIS-  
10 TRATIVE EXPENDITURES.—Beginning not later than Oc-  
11 tober 31, 2019, and annually thereafter until October 31,  
12 2028, the Secretary of Health and Human Services, in  
13 consultation with the Secretary of the Treasury, shall sub-  
14 mit a report to the Committee on Energy and Commerce  
15 in the House of Representatives and the Finance Com-  
16 mittee in the Senate containing a description of the total  
17 reduction in Federal expenditures required to administer  
18 and provide oversight for the programs to provide health-  
19 care-related items and services to indigent individuals  
20 under this Act, compared to the expenditures required to  
21 administer and provide oversight for the programs under  
22 titles XIX and XXI of the Social Security Act, as in effect  
23 on September 30, 2012.

24 (c) STATE DEFINED.—Section 1101(a)(1) of the So-  
25 cial Security Act (42 U.S.C. 1301(a)(1)) is amended—

1 (1) in the first sentence, by striking “XIX, and  
2 XXI” and inserting “and XXII”; and

3 (2) in the fourth sentence, by striking “titles  
4 XIX and XXI” and inserting “title XXII”.

5 **SEC. 3. REPEAL OF PPACA, HCERA, AND THE FEDERAL RE-**  
6 **QUIREMENTS OF MEDICAID AND CHIP.**

7 (a) PPACA.—The Patient Protection and Affordable  
8 Care Act (Public Law 111–148) is repealed, and the provi-  
9 sions of law amended or repealed by such Act are restored  
10 or revived as if such Act had not been enacted.

11 (b) HCERA.—Title I and subtitle B of title II of the  
12 Health Care and Education Reconciliation Act of 2010  
13 (Public Law 111–152) are repealed, and the provisions of  
14 law amended or repealed by such title or subtitle, respec-  
15 tively, are restored or revived as if such title and subtitle  
16 had not been enacted.

17 (c) MEDICAID AND CHIP.—Titles XIX and XXI of  
18 the Social Security Act are repealed.

19 **SEC. 4. SEVERABILITY.**

20 If any provision of this Act, or the application of such  
21 provision to any person or circumstance, is found to be  
22 unconstitutional, the remainder of this Act, or the applica-  
23 tion of that provision to other persons or circumstances,  
24 shall not be affected.

1 **SEC. 5. EFFECTIVE DATE.**

2       This Act and the amendments and repeals made by  
3 this Act shall take effect with respect to items and services  
4 furnished on or after October 1, 2018.

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