

106TH CONGRESS  
2D SESSION

# S. 2003

To restore health care coverage to retired members of the uniformed services.

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## IN THE SENATE OF THE UNITED STATES

JANUARY 24, 2000

Mr. DASCHLE (for Mr. JOHNSON (for himself, Mr. COVERDELL, and Mr. MCCAIN)) introduced the following bill; which was read twice and referred to the Committee on Armed Services

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## A BILL

To restore health care coverage to retired members of the uniformed services.

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:

8 (1) No statutory health care program existed  
9 for members of the uniformed services who entered  
10 service prior to June 7, 1956, and retired after serv-

1       ing a minimum of 20 years or by reason of a service-  
2       connected disability.

3           (2) Recruiters for the uniformed services are  
4       agents of the United States government and em-  
5       ployed recruiting tactics that allowed members who  
6       entered the uniformed services prior to June 7,  
7       1956, to believe they would be entitled to fully-paid  
8       lifetime health care upon retirement.

9           (3) Statutes enacted in 1956 entitled those who  
10      entered service on or after June 7, 1956, and retired  
11      after serving a minimum of 20 years or by reason  
12      of a service-connected disability, to medical and den-  
13      tal care in any facility of the uniformed services,  
14      subject to the availability of space and facilities and  
15      the capabilities of the medical and dental staff.

16          (4) After 4 rounds of base closures between  
17      1988 and 1995 and further drawdowns of remaining  
18      military medical treatment facilities, access to  
19      “space available” health care in a military medical  
20      treatment facility is virtually nonexistent for many  
21      military retirees.

22          (5) The military health care benefit of “space  
23      available” services and Medicare is no longer a fair  
24      and equitable benefit as compared to benefits for  
25      other retired Federal employees.

1           (6) The failure to provide adequate health care  
2 upon retirement is preventing the retired members  
3 of the uniformed services from recommending, with-  
4 out reservation, that young men and women make a  
5 career of any military service.

6           (7) The United States should establish health  
7 care that is fully paid by the sponsoring agency  
8 under the Federal Employees Health Benefits pro-  
9 gram for members who entered active duty on or  
10 prior to June 7, 1956, and who subsequently earned  
11 retirement.

12           (8) The United States should reestablish ade-  
13 quate health care for all retired members of the uni-  
14 formed services that is at least equivalent to that  
15 provided to other retired Federal employees by ex-  
16 tending to such retired members of the uniformed  
17 services the option of coverage under the Federal  
18 Employees Health Benefits program, the Civilian  
19 Health and Medical Program of the uniformed serv-  
20 ices, or the TRICARE Program.

1 **SEC. 3. COVERAGE OF MILITARY RETIREES UNDER THE**  
2 **FEDERAL EMPLOYEES HEALTH BENEFITS**  
3 **PROGRAM.**

4 (a) EARNED COVERAGE FOR CERTAIN RETIREES  
5 AND DEPENDENTS.—Chapter 89 of title 5, United States  
6 Code, is amended—

7 (1) in section 8905, by adding at the end the  
8 following new subsection:

9 “(h) For purposes of this section, the term ‘employee’  
10 includes a retired member of the uniformed services (as  
11 defined in section 101(a)(5) of title 10) who began service  
12 before June 7, 1956. A surviving widow or widower of  
13 such a retired member may also enroll in an approved  
14 health benefits plan described by section 8903 or 8903a  
15 of this title as an individual.”; and

16 (2) in section 8906(b)—

17 (A) in paragraph (1), by striking “para-  
18 graphs (2) and (3)” and inserting “paragraphs  
19 (2) through (5)”;

20 (B) by adding at the end the following new  
21 paragraph:

22 “(5) In the case of an employee described in section  
23 8905(h) or the surviving widow or widower of such an em-  
24 ployee, the Government contribution for health benefits  
25 shall be 100 percent, payable by the department from  
26 which the employee retired.”.

1 (b) COVERAGE FOR OTHER RETIREES AND DEPEND-  
2 ENTS.—(1) Section 1108 of title 10, United States Code,  
3 is amended to read as follows:

4 **“§ 1108. Health care coverage through Federal Em-**  
5 **ployees Health Benefits program**

6 “(a) FEHBP OPTION.—The Secretary of Defense,  
7 after consulting with the other administering Secretaries,  
8 shall enter into an agreement with the Office of Personnel  
9 Management to provide coverage to eligible beneficiaries  
10 described in subsection (b) under the health benefits plans  
11 offered through the Federal Employees Health Benefits  
12 program under chapter 89 of title 5.

13 “(b) ELIGIBLE BENEFICIARIES; COVERAGE.—(1) An  
14 eligible beneficiary under this subsection is—

15 “(A) a member or former member of the uni-  
16 formed services described in section 1074(b) of this  
17 title;

18 “(B) an individual who is an unremarried  
19 former spouse of a member or former member de-  
20 scribed in section 1072(2)(F) or 1072(2)(G);

21 “(C) an individual who is—

22 “(i) a dependent of a deceased member or  
23 former member described in section 1076(b) or  
24 1076(a)(2)(B) of this title or of a member who

1           died while on active duty for a period of more  
2           than 30 days; and

3           “(ii) a member of family as defined in sec-  
4           tion 8901(5) of title 5; or

5           “(D) an individual who is—

6           “(i) a dependent of a living member or  
7           former member described in section 1076(b)(1)  
8           of this title; and

9           “(ii) a member of family as defined in sec-  
10          tion 8901(5) of title 5.

11          “(2) Eligible beneficiaries may enroll in a Federal  
12          Employees Health Benefit plan under chapter 89 of title  
13          5 under this section for self-only coverage or for self and  
14          family coverage which includes any dependent of the mem-  
15          ber or former member who is a family member for pur-  
16          poses of such chapter.

17          “(3) A person eligible for coverage under this sub-  
18          section shall not be required to satisfy any eligibility cri-  
19          teria specified in chapter 89 of title 5 (except as provided  
20          in paragraph (1)(C) or (1)(D)) as a condition for enroll-  
21          ment in health benefits plans offered through the Federal  
22          Employees Health Benefits program under this section.

23          “(4) For purposes of determining whether an indi-  
24          vidual is a member of family under paragraph (5) of sec-  
25          tion 8901 of title 5 for purposes of paragraph (1)(C) or

1 (1)(D), a member or former member described in section  
2 1076(b) or 1076(a)(2)(B) of this title shall be deemed to  
3 be an employee under such section.

4 “(5) An eligible beneficiary who is eligible to enroll  
5 in the Federal Employees Health Benefits program as an  
6 employee under chapter 89 of title 5 is not eligible to en-  
7 roll in a Federal Employees Health Benefits plan under  
8 this section.

9 “(6) An eligible beneficiary who enrolls in the Federal  
10 Employees Health Benefits program under this section  
11 shall not be eligible to receive health care under section  
12 1086 or section 1097. Such a beneficiary may continue  
13 to receive health care in a military medical treatment facil-  
14 ity, in which case the treatment facility shall be reim-  
15 bursed by the Federal Employees Health Benefits pro-  
16 gram for health care services or drugs received by the ben-  
17 efiary.

18 “(c) CHANGE OF HEALTH BENEFITS PLAN.—An eli-  
19 gible beneficiary enrolled in a Federal Employees Health  
20 Benefits plan under this section may change health bene-  
21 fits plans and coverage in the same manner as any other  
22 Federal Employees Health Benefits program beneficiary  
23 may change such plans.

24 “(d) GOVERNMENT CONTRIBUTIONS.—The amount  
25 of the Government contribution for an eligible beneficiary

1 who enrolls in a health benefits plan under chapter 89 of  
 2 title 5 in accordance with this section may not exceed the  
 3 amount of the Government contribution which would be  
 4 payable if the electing beneficiary were an employee (as  
 5 defined for purposes of such chapter) enrolled in the same  
 6 health benefits plan and level of benefits.

7 “(e) SEPARATE RISK POOLS.—The Director of the  
 8 Office of Personnel Management shall require health bene-  
 9 fits plans under chapter 89 of title 5 to maintain a sepa-  
 10 rate risk pool for purposes of establishing premium rates  
 11 for eligible beneficiaries who enroll in such a plan in ac-  
 12 cordance with this section.”.

13 (2) The item relating to section 1108 at the begin-  
 14 ning of such chapter is amended to read as follows:

“1108. Health care coverage through Federal Employees Health Benefits pro-  
 gram.”.

15 (3) The amendments made by this subsection shall  
 16 take effect on January 1, 2001.

17 **SEC. 4. EXTENSION OF COVERAGE OF CIVILIAN HEALTH**  
 18 **AND MEDICAL PROGRAM OF THE UNI-**  
 19 **FORMED SERVICES.**

20 Section 1086 of title 10, United States Code, is  
 21 amended—

22 (1) in subsection (c), by striking “Except as  
 23 provided in subsection (d), the”, and inserting  
 24 “The”;



- 1 (2) by striking subsection (d); and
- 2 (3) by redesignating subsections (e) through (h)
- 3 as subsections (d) through (g), respectively.

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