

116TH CONGRESS
1ST SESSION

S. 2735

To amend the Internal Revenue Code of 1986 to reduce the applicable percentage under the premium assistance tax credit for households with young adults.

IN THE SENATE OF THE UNITED STATES

OCTOBER 30, 2019

Ms. BALDWIN (for herself, Mr. KING, and Mr. BOOKER) introduced the following bill; which was read twice and referred to the Committee on Finance

A BILL

To amend the Internal Revenue Code of 1986 to reduce the applicable percentage under the premium assistance tax credit for households with young adults.

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 “Advancing Youth En-
5 rollment Act”.

1 **SEC. 2. REDUCTION OF APPLICABLE PERCENTAGE FOR**
 2 **CERTAIN TAXPAYERS.**

3 (a) IN GENERAL.—Paragraph (3) of section 36B(b)
 4 of the Internal Revenue Code of 1986 is amended by add-
 5 ing at the end the following:

6 “(F) REDUCTION OF APPLICABLE PER-
 7 CENTAGE FOR CERTAIN TAXPAYERS.—

8 “(i) IN GENERAL.—The initial and
 9 final applicable percentages under clause
 10 (i) of subparagraph (A) (after application
 11 of clause (ii) of such subparagraph) shall
 12 each be reduced (but not below zero) by—

13 “(I) in the case of an applicable
 14 taxpayer with an eligible household
 15 member who has not attained 31
 16 years of age as of the close of the tax-
 17 able year, an amount equal to the ap-
 18 plicable percentage of 2.5 percentage
 19 points, and

20 “(II) in the case of an applicable
 21 taxpayer with an eligible household
 22 member who has attained at least 31
 23 years of age as of the close of the tax-
 24 able year, an amount equal to the ap-
 25 plicable percentage of—

1 “(aa) 2.5 percentage points,
2 minus

3 “(bb) the amount equal to
4 the product of 0.5 percentage
5 points multiplied by the number
6 of years of age of such eligible
7 household member as of the close
8 of the taxable year in excess of
9 30.

10 “(ii) APPLICABLE PERCENTAGE.—For
11 purposes of clause (i), the applicable per-
12 centage shall be the amount (expressed as
13 a percentage) equal to the quotient of—

14 “(I) the total number of individ-
15 uals who—

16 “(aa) are taken into account
17 in determining the applicable tax-
18 payer’s family size under sub-
19 section (d)(1) and are covered
20 under the qualified health plan,
21 and

22 “(bb) have not attained 35
23 years of age as of the close of the
24 taxable year, and

1 “(II) the total number of individ-
 2 uals who are described in item (aa) of
 3 subclause (I).

4 “(iii) ELIGIBLE HOUSEHOLD MEM-
 5 BER.—For purposes of this subparagraph,
 6 the term ‘eligible household member’
 7 means the youngest individual who—

8 “(I) is taken into account in de-
 9 termining the applicable taxpayer’s
 10 family size under subsection (d)(1)
 11 and is covered under the qualified
 12 health plan, and

13 “(II) has attained 18 years of
 14 age but not attained 35 years of age
 15 as of the close of the taxable year.

16 “(iv) ROUNDING.—Any reduction de-
 17 termined under clause (i) shall be rounded
 18 to the nearest $\frac{1}{10}$ of 1 percentage point.”.

19 (b) EFFECTIVE DATE.—The amendment made by
 20 this section shall apply to taxable years beginning after
 21 the date of the enactment of this Act.

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