

AMENDMENT
OFFERED BY MR. ROY OF TEXAS

In subtitle D of title IV, add at the end the following:

1 **SEC. _____. PHASE-OUT OF ENHANCED FEDERAL MATCH**
2 **FOR MEDICAL ASSISTANCE PROVIDED TO**
3 **LOW-INCOME INDIVIDUALS UNDER MED-**
4 **ICAID.**

5 (a) IN GENERAL.—Section 1905(y) of the Social Se-
6 curity Act (42 U.S.C. 1396d(y)) is amended—

7 (1) in paragraph (1)—

8 (A) in subparagraph (A), by inserting
9 “and subject to paragraph (4)” after “Notwith-
10 standing subsection (b)”;

11 (B) in subparagraph (D), by striking “;
12 and” and inserting a semicolon;

13 (C) in subparagraph (E), by striking “and
14 each year thereafter.” and inserting “through
15 2026;”; and

16 (D) by adding at the end the following new
17 subparagraphs:

18 “(F) for calendar quarters in each of cal-
19 endar years 2027 through 2034, the percentage

1 that applied under this subsection for calendar
2 quarters in the preceding calendar year minus
3 the applicable number of percentage points de-
4 termined for the State under paragraph (3) or,
5 if higher, the Federal medical assistance per-
6 centage otherwise determined for the State and
7 year under subsection (b) (without regard to
8 this subsection); and

9 “(G) for calendar quarters in 2035 and
10 each year thereafter, the Federal medical assist-
11 ance percentage otherwise determined for the
12 State and year under subsection (b) (without
13 regard to this subsection).”; and

14 (2) by adding at the end the following new
15 paragraphs:

16 “(3) APPLICABLE NUMBER OF PERCENTAGE
17 POINTS.—For purposes of paragraph (1)(F), the ap-
18 plicable number of percentage points for a State is
19 the number of percentage points equal to—

20 “(A) the percentage points difference be-
21 tween—

22 “(i) 90 percent; and

23 “(ii) the Federal medical assistance
24 percentage determined for the State under

1 subsection (b) (without regard to this sub-
2 section) for fiscal year 2026; divided by
3 “(B) 8.

4 “(4) RULES OF APPLICATION FOR CALENDAR
5 YEARS AFTER 2024.—

6 “(A) IN GENERAL.—Notwithstanding any
7 other provision of law, for calendar years after
8 2024—

9 “(i) paragraph (1) shall not apply to
10 a non-expansion State (as defined in sub-
11 paragraph (B));

12 “(ii) if a non-expansion State elects
13 on or after the date of enactment of this
14 paragraph to expend amounts for all or
15 any individuals described in section
16 1902(a)(10)(A)(i)(VIII), the Federal med-
17 ical assistance percentage otherwise deter-
18 mined for the State and year under sub-
19 section (b) (without regard to this sub-
20 section) shall apply to amounts expended
21 by such State for medical assistance for
22 such individuals; and

23 “(iii) an expansion State (as defined
24 in such subparagraph) may, at the option
25 of the State, elect to only expend amounts

1 for medical assistance for newly eligible in-
2 dividuals described in section
3 1902(a)(10)(A)(i)(VIII) whose income does
4 not exceed 100 percent of the Federal pov-
5 erty line (as defined for purposes of such
6 section) and continue to receive the Fed-
7 eral medical assistance percentage specified
8 under paragraph (1) for such amounts.

9 “(B) DEFINITIONS.—In this paragraph:

10 “(i) EXPANSION STATE.—The term
11 ‘expansion State’ means a State that is not
12 a non-expansion State.

13 “(ii) NON-EXPANSION STATE.—The
14 term ‘non-expansion State’ means a State
15 that has not expended amounts for all indi-
16 viduals described in section
17 1902(a)(10)(A)(i)(VIII) before the date of
18 the enactment of this paragraph.”.

19 (b) ELIMINATING TEMPORARY FMAP INCREASE FOR
20 STATES THAT BEGIN TO PROVIDE MEDICAL ASSISTANCE
21 FOR LOW-INCOME ADULTS.—Section 1905 of the Social
22 Security Act (42 U.S.C. 1396d) is amended by striking
23 subsection (ii).

