

AMENDMENT NO. _____ Calendar No. _____

Purpose: To prevent fraud and restore fiscal accountability to the Medicaid and SCHIP programs.

IN THE SENATE OF THE UNITED STATES—111th Cong., 1st Sess.

H. R. 2

To amend title XXI of the Social Security Act to extend and improve the Children’s Health Insurance Program, and for other purposes.

Referred to the Committee on _____ and ordered to be printed

Ordered to lie on the table and to be printed

AMENDMENT intended to be proposed by Mr. COBURN to the amendment (No. _____) proposed by _____.

Viz:

1 Strike section 602 and insert the following:

2 **SEC. 602. LIMITATION ON EXPANSION.**

3 Section 2105(c)(8) (42 U.S.C. 1397ee(c)(8)), as
4 added by section 114(a), is amended by adding at the end
5 the following:

6 “(C) REQUIREMENT.—Notwithstanding
7 subparagraphs (A) and (B), on or after the
8 date of enactment of this subparagraph, the

1 Secretary may not approve a State plan amend-
2 ment or waiver for child health assistance or
3 health benefits to children whose family income
4 exceeds 300 percent of the poverty line unless
5 the improper payment rate for Medicaid and
6 CHIP (as measured by the payment error rate
7 measurement (PERM)) is equal to or is less
8 than 3.5 percent.”.