

115TH CONGRESS  
2D SESSION

# H. R. 6261

To require short-term limited duration insurance issuers to renew or continue in force such coverage at the option of the enrollees.

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IN THE HOUSE OF REPRESENTATIVES

JUNE 28, 2018

Mr. BUDD (for himself and Mr. HARRIS) introduced the following bill; which was referred to the Committee on Energy and Commerce

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## A BILL

To require short-term limited duration insurance issuers to renew or continue in force such coverage at the option of the enrollees.

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 “Improving Choices in  
5 Health Care Coverage Act”.

6 **SEC. 2. SHORT-TERM LIMITED DURATION INSURANCE.**

7 (a) DEFINITION.—Section 2791(b) of the Public  
8 Health Service Act (42 U.S.C. 300gg–91(b)) is amended  
9 by adding at the end the following:

1           “(6) SHORT-TERM LIMITED DURATION INSUR-  
2           ANCE.—The term ‘short-term limited duration insur-  
3           ance’ means health insurance coverage provided pur-  
4           suant to a contract with a health insurance issuer  
5           that has an expiration date specified in the contract  
6           (not taking into account any extensions that may be  
7           elected by the policyholder with or without the  
8           issuer’s consent) that is less than 12 months after  
9           the original effective date of the contract.”.

10          (b) GUARANTEED RENEWABILITY.—Section 2703 of  
11 the Public Health Service Act (42 U.S.C. 300gg–2) is  
12 amended—

13           (1) in subsection (a), by inserting “or offers  
14           short-term limited duration insurance” after “group  
15           market”; and

16           (2) by adding at the end the following:

17          “(f) APPLICATION TO SHORT-TERM LIMITED DURA-  
18          TION INSURANCE.—

19           “(1) IN GENERAL.—In applying this section in  
20           the case of short-term limited duration insurance—

21           “(A) a reference to ‘health insurance cov-  
22           erage’ with respect to such coverage offered in  
23           the individual market shall be deemed to in-  
24           clude short-term limited duration insurance;  
25           and

1           “(B) a reference to ‘health insurance  
2 issuer’ with respect to health insurance cov-  
3 erage offered in the individual market shall be  
4 deemed to include an issuer of short-term lim-  
5 ited duration insurance.

6           “(2) SPECIAL RULE FOR SHORT-TERM LIMITED  
7 DURATION INSURANCE.—In the case of short-term  
8 limited duration insurance, at the time of application  
9 for enrollment in such insurance coverage, an indi-  
10 vidual may decline renewability of such coverage in  
11 accordance with this section, and the contract be-  
12 tween such individual and the health insurance  
13 issuer shall specify whether the individual opted for  
14 renewability or no renewability.”.

15           (c) APPLICABILITY.—The amendments made by sub-  
16 sections (a) and (b) shall apply with respect to contracts  
17 for short-term limited duration insurance that take effect  
18 on or after May 1, 2018.

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