

109<sup>TH</sup> CONGRESS  
2<sup>D</sup> SESSION

# H. R. 5586

To amend the Internal Revenue Code of 1986 to allow distributions from health savings accounts to be used for the purchase of non-group coverage under high deductible health insurance.

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## IN THE HOUSE OF REPRESENTATIVES

JUNE 12, 2006

Mr. SAM JOHNSON of Texas (for himself and Mr. CANTOR) introduced the following bill; which was referred to the Committee on Ways and Means

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## A BILL

To amend the Internal Revenue Code of 1986 to allow distributions from health savings accounts to be used for the purchase of non-group coverage under high deductible health insurance.

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 “HSA Premium Afford-  
5 ability Act of 2006”.

1 **SEC. 2. USE OF HEALTH SAVINGS ACCOUNTS FOR NON-**  
2 **GROUP HIGH DEDUCTIBLE HEALTH PLAN**  
3 **PREMIUMS.**

4 (a) **IN GENERAL.**—Section 223(d)(2)(C) of the Inter-  
5 nal Revenue Code of 1986 (relating to exceptions) is  
6 amended by striking “or” at the end of clause (iii), by  
7 striking the period at the end of clause (iv) and inserting  
8 “, or”, and by adding at the end the following new clause:

9 “(v) a high deductible health plan,  
10 other than a group health plan (as defined  
11 in section 5000 without regard to sub-  
12 section (d)).”.

13 (b) **EFFECTIVE DATE.**—The amendment made by  
14 this section shall apply to taxable years beginning after  
15 December 31, 2006.

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