

BILL H.R. ___: THE MEDICARE FOR ALL AND TAX REFORM ACT OF 2023

SECTION 1. SHORT TITLE

This Act may be cited as the “Medicare for All and Tax Reform Act of 2023”.

SEC. 2. PURPOSES

The purposes of this Act are—

- (a) to establish a Medicare for All system in the United States, modeled on the Canadian system;
- (b) to eliminate FICA taxes and transfer all benefits funding to the general tax fund;
- (c) to mandate that all employers equitably divide their healthcare expense among all employees, and augment employee salaries accordingly;
- (d) to increase all tax segment rates by 4% to cover all benefits paid by the government.

TITLE I — MEDICARE FOR ALL

SEC. 101. EXPANSION OF MEDICARE

The Social Security Act (42 U.S.C. 1395 et seq.) is amended by extending eligibility for benefits under part A (42 U.S.C. 1395c et seq.) to every individual who is a resident of the United States.

TITLE II — ELIMINATION OF FICA TAXES AND FUND TRANSFER

SEC. 201. ELIMINATION OF FICA TAXES

- (a) The Internal Revenue Code of 1986 is amended by striking all references to the Federal Insurance Contributions Act tax.
- (b) Any outstanding obligations for FICA taxes prior to the enactment of this Act shall be fulfilled.

SEC. 202. TRANSFER OF BENEFITS FUNDING TO THE GENERAL TAX FUND

- (a) All funds and obligations previously covered by the FICA tax shall be paid out from the general tax fund.

TITLE III — EMPLOYER HEALTHCARE EXPENSE DISTRIBUTION AND SALARY AUGMENTATION

SEC. 301. EQUITABLE DISTRIBUTION OF HEALTHCARE EXPENSES

Every employer shall equitably divide the cost previously expended on employee healthcare among all employees.

SEC. 302. INCREASE IN EMPLOYEE SALARIES

Employers shall increase employee salaries by an amount equivalent to the per-employee healthcare cost, ensuring no reduction in employee compensation as a result of this Act.

TITLE IV — INCREASE IN TAX RATES

SEC. 401. INCREASE IN TAX RATES

The Internal Revenue Code of 1986 is amended by increasing the rate of each tax segment by 4%, effective from the next fiscal year.

SEC. 402. USE OF FUNDS

The funds raised from this increase in tax rates shall be used to cover all benefits paid by the government, including the expanded Medicare program.

SEC. 403. REVIEW

A review of the financial and social impacts of these amendments shall be conducted by the Government Accountability Office every two years for a decade, with the first report due two years from the enactment of this Act.

SEC. 3. EFFECTIVE DATE

The Act and the amendments made by this Act take effect on the date of enactment of this Act.