



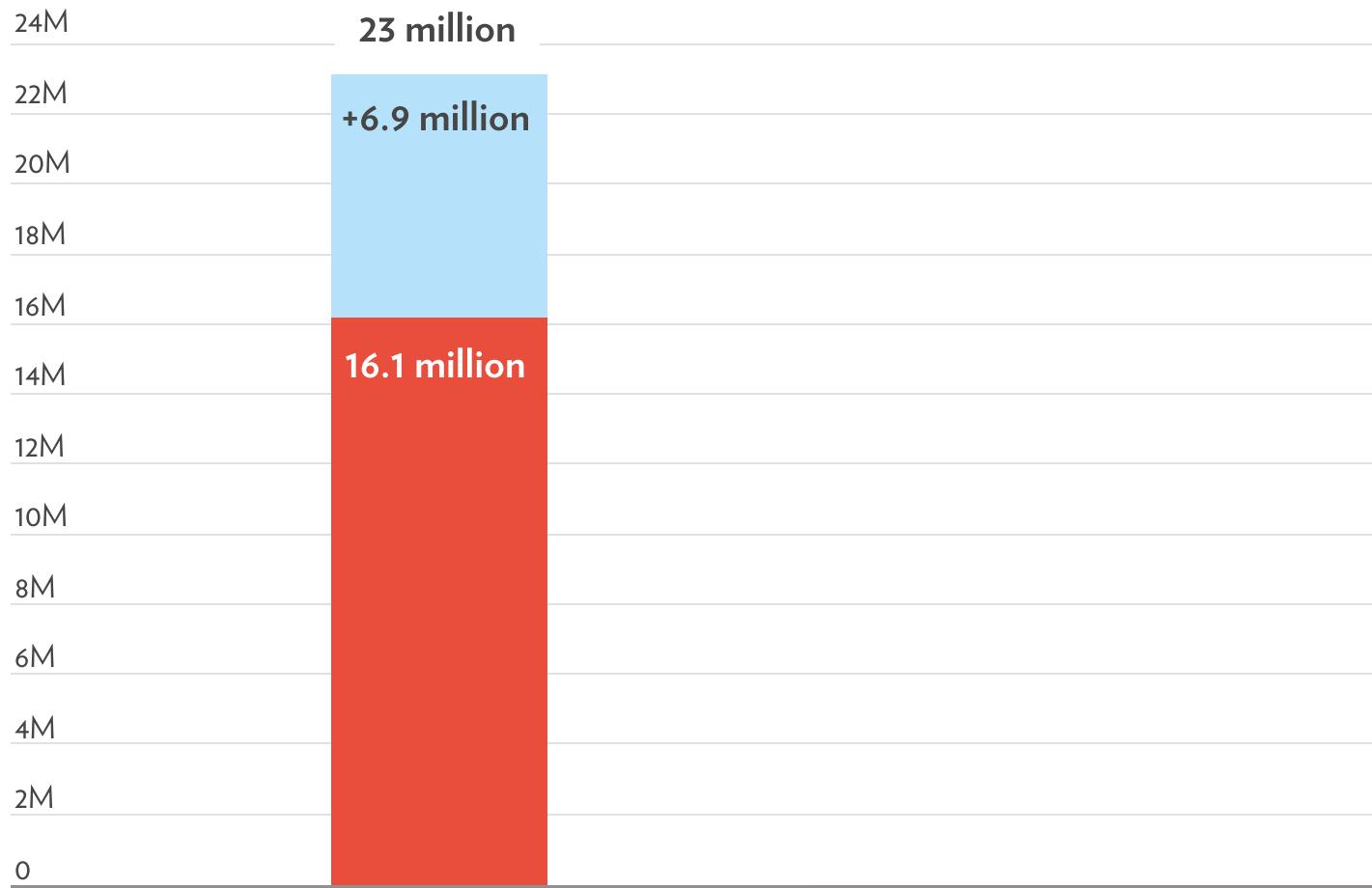
Enhanced ACA Marketplace Tax Credits Worked—And Shouldn’t Be Eliminated

AUGUST 7, 2024 – JEANNE LAMBREW

ENHANCED ACA TAX CREDIT BOOSTS MARKETPLACE ENROLLMENT BY NEARLY 7 MILLION

Estimated enrollment will be over 40% higher than it would be without tax credit

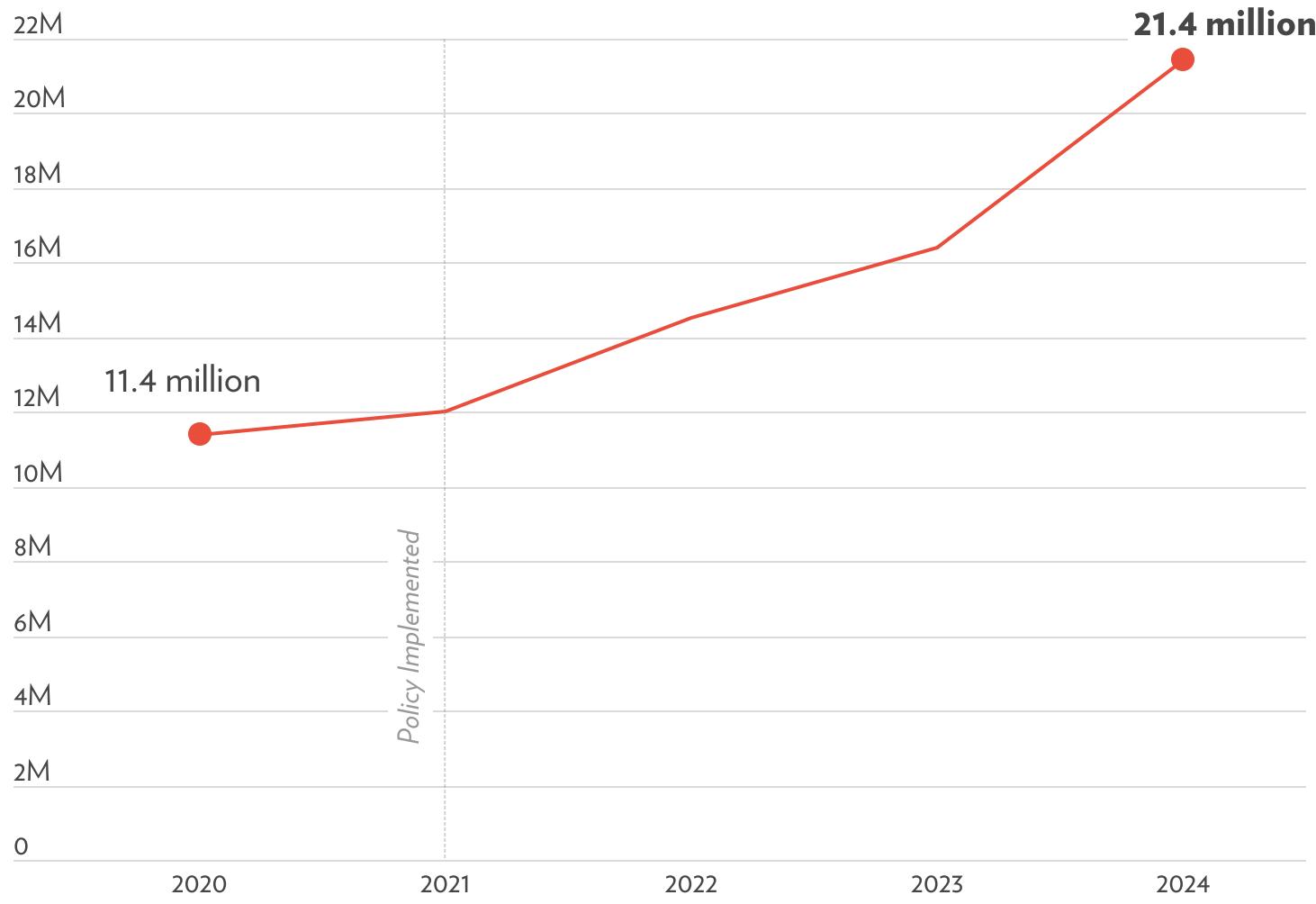
Without enhanced tax credit With enhanced tax credit



Note: Estimated marketplace enrollment, 2025-2034 average (source: CBO).

ACA MARKETPLACE ENROLLMENT SOARS AFTER ENHANCED TAX CREDIT

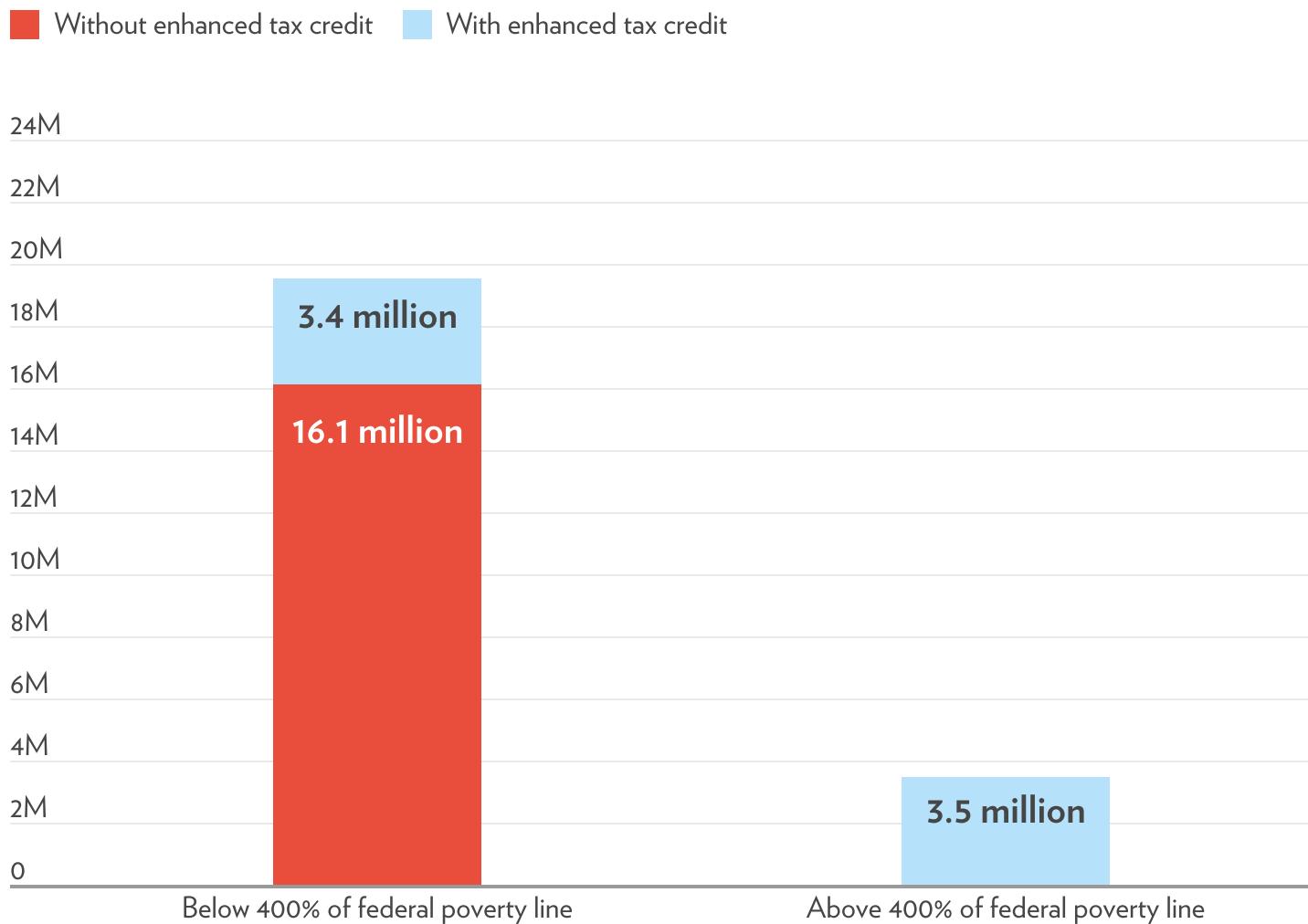
Enrollment grew by 88% since the year before the policy was implemented



Source: HHS

MAKING ACA TAX CREDIT PERMANENT WOULD EXTEND COVERAGE TO 3.5 MILLION PREVIOUSLY INELIGIBLE

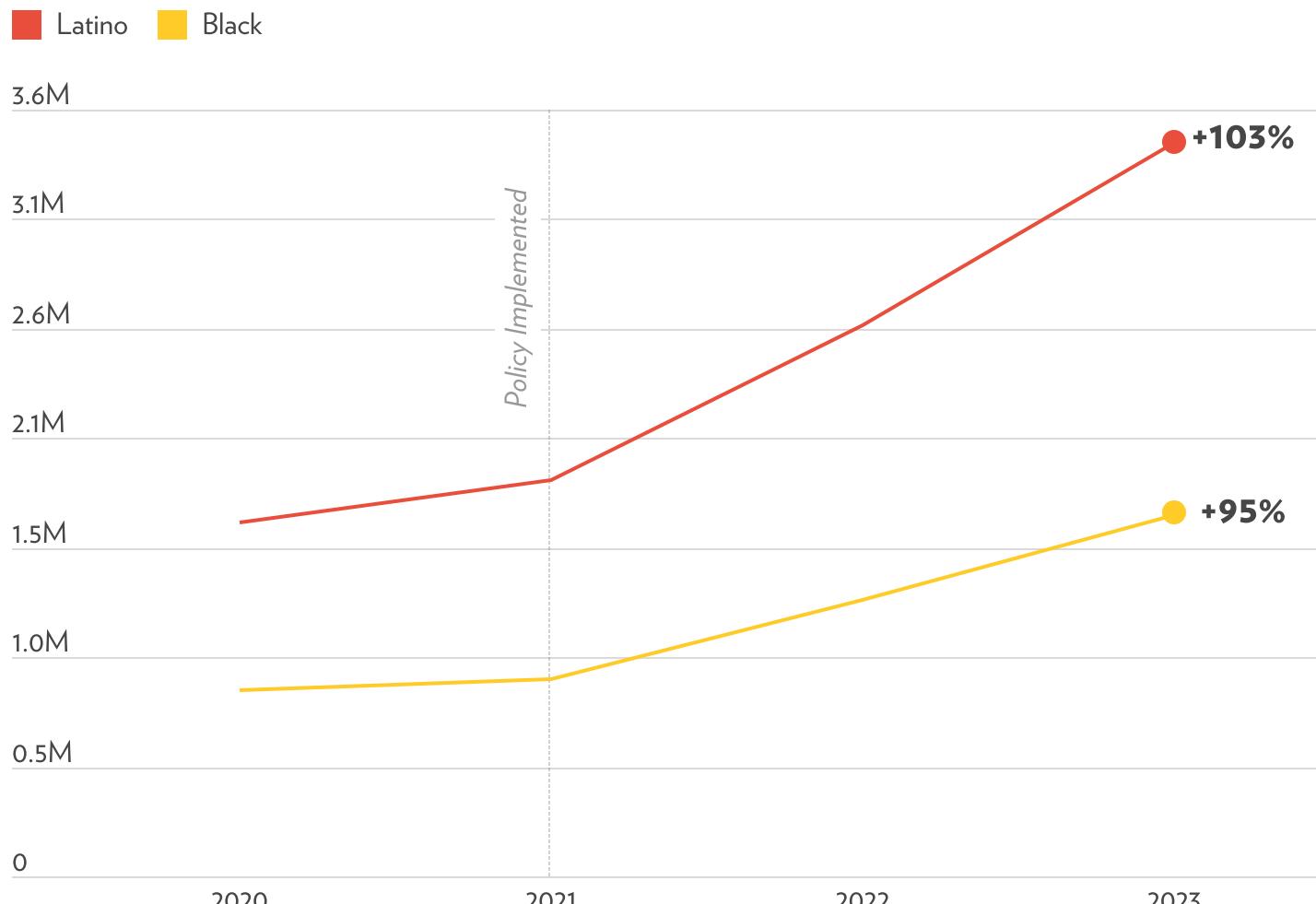
Estimated increase in marketplace enrollment by income (millions)



Note: Estimated marketplace enrollment, 2025-2034 average (source: CBO).

COMMUNITIES OF COLOR SEE ENROLLMENT SURGE AFTER ENHANCED ACA TAX CREDIT

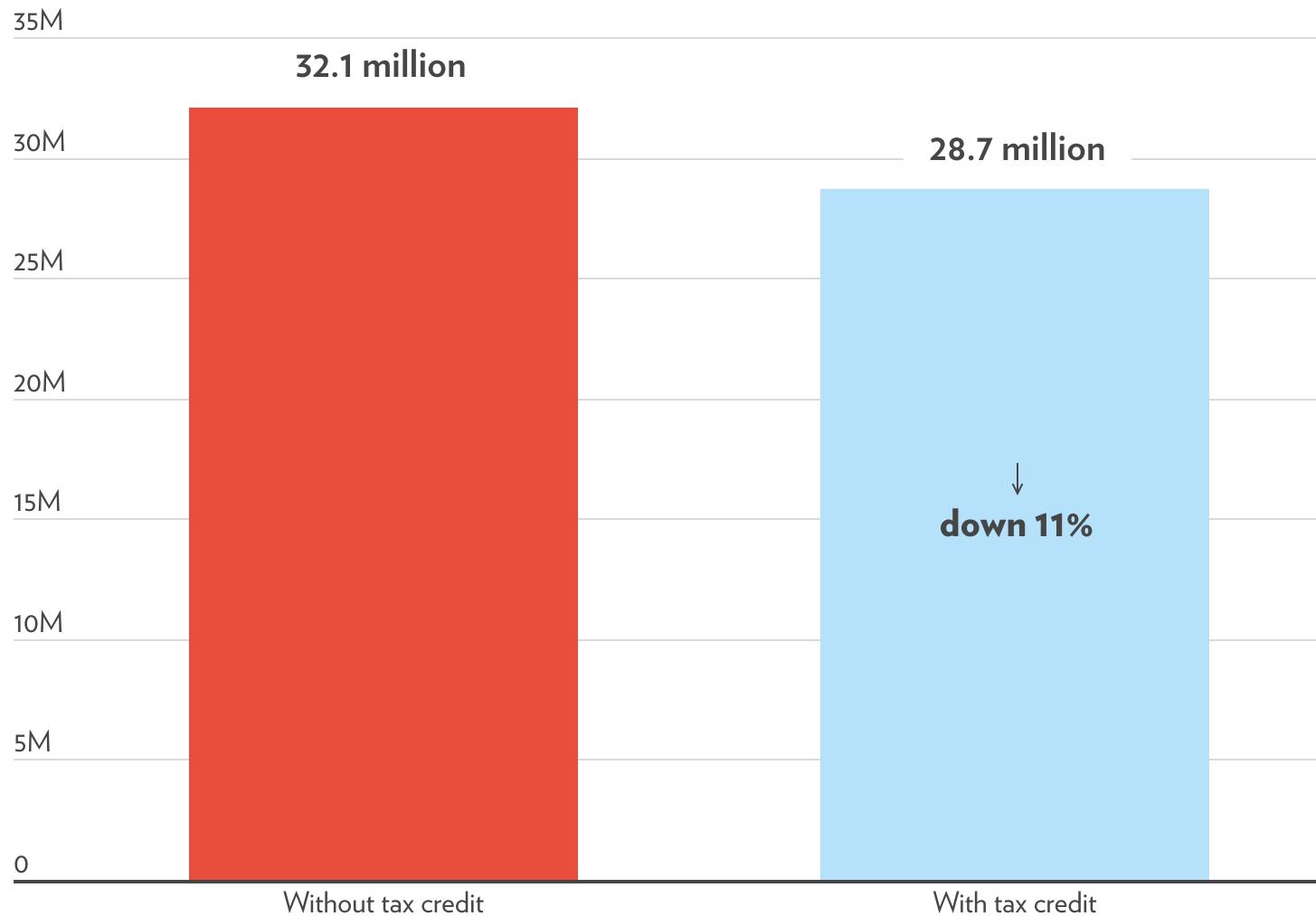
Marketplace enrollment for Black and Latino Americans roughly doubles in just four years.



Source: HHS

ENHANCED ACA TAX CREDIT LOWERS UNINSURED RATE

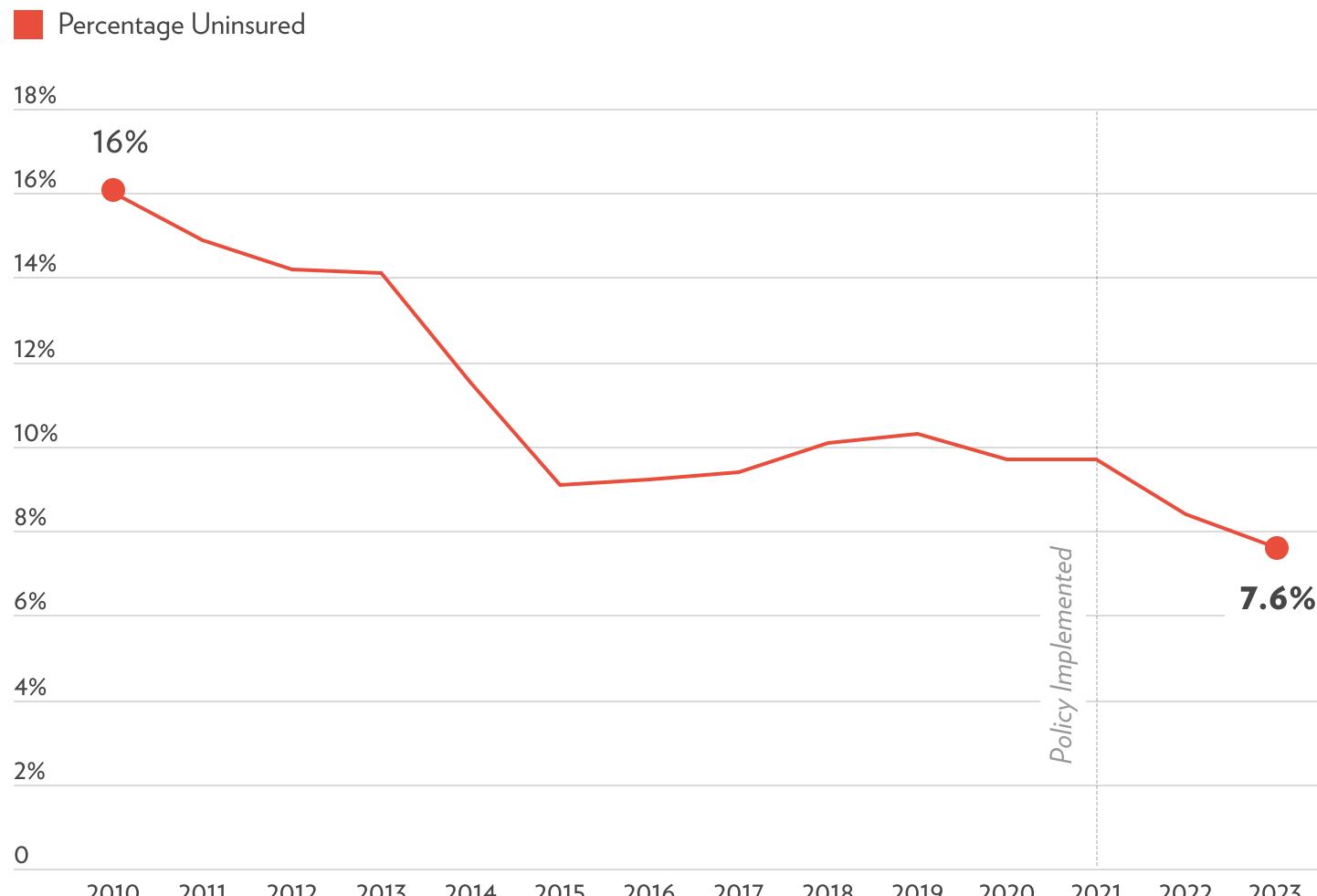
Number of uninsured estimated to decline by 11% with tax credit



Note: Estimated impact of premium tax credit, 2025-2034 average (source: CBO).

ENHANCED TAX CREDIT ACCELERATES DECLINING UNINSURED RATE UNDER ACA

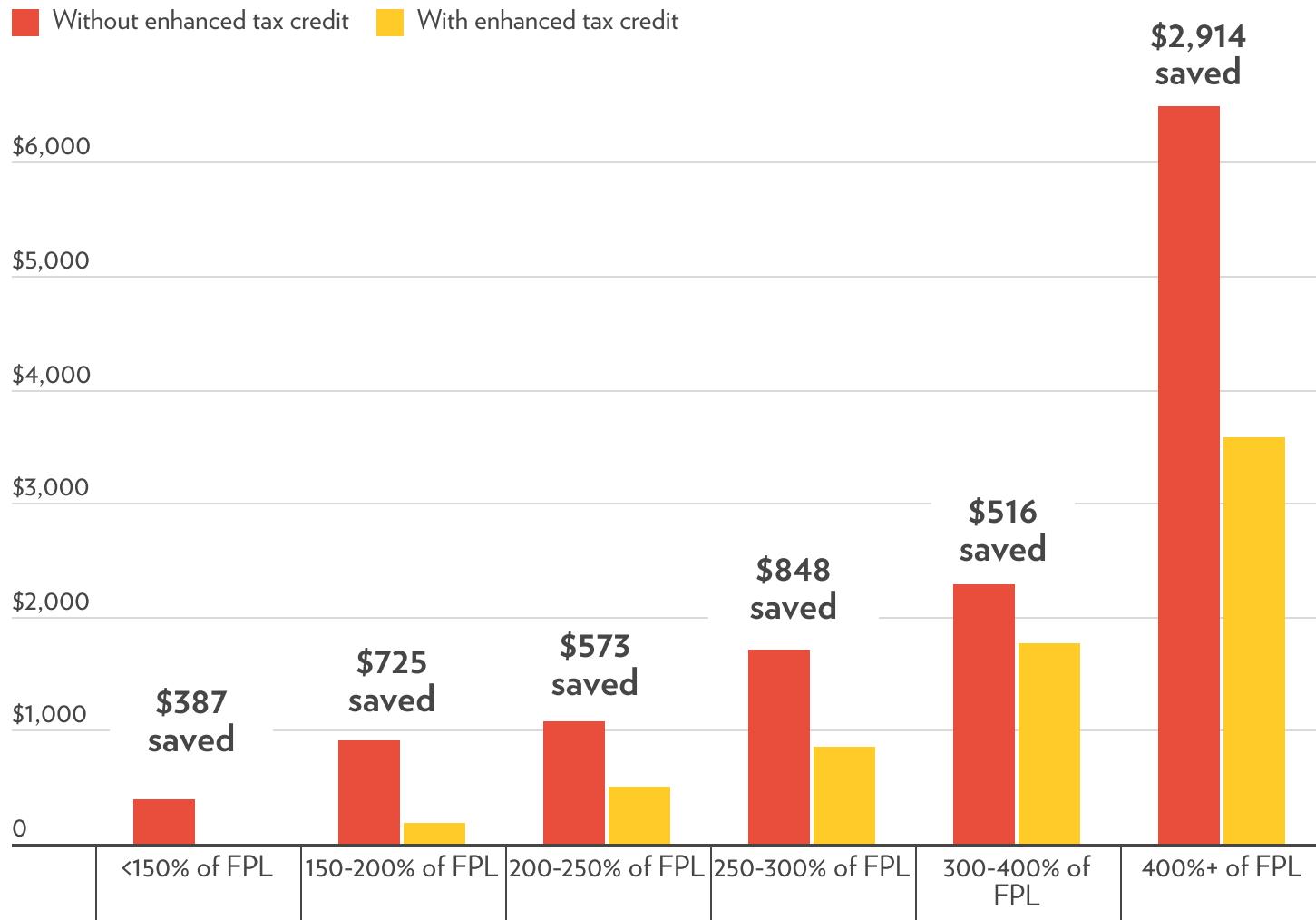
Since 2010, percentage uninsured has been cut by more than half



Source: NHIS

ENHANCED ACA TAX CREDIT SLASHES COST OF HEALTH CARE PREMIUM

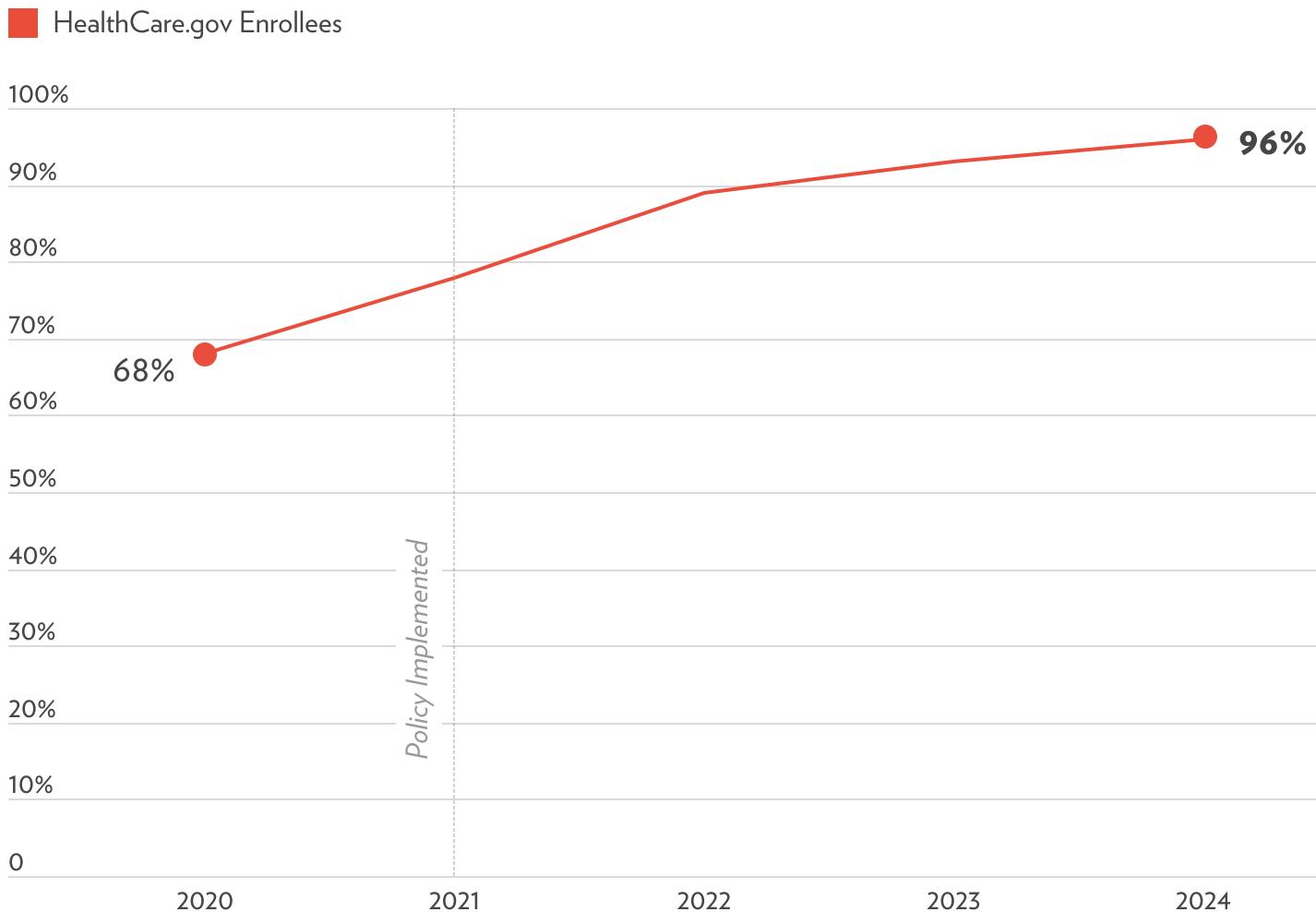
Many Marketplace enrollees see premiums cut in half due to tax credits



Note: Annual dollars saved (source: Urban Institute).

PEOPLE HAVE MORE CHOICES DUE TO ENHANCED ACA TAX CREDIT

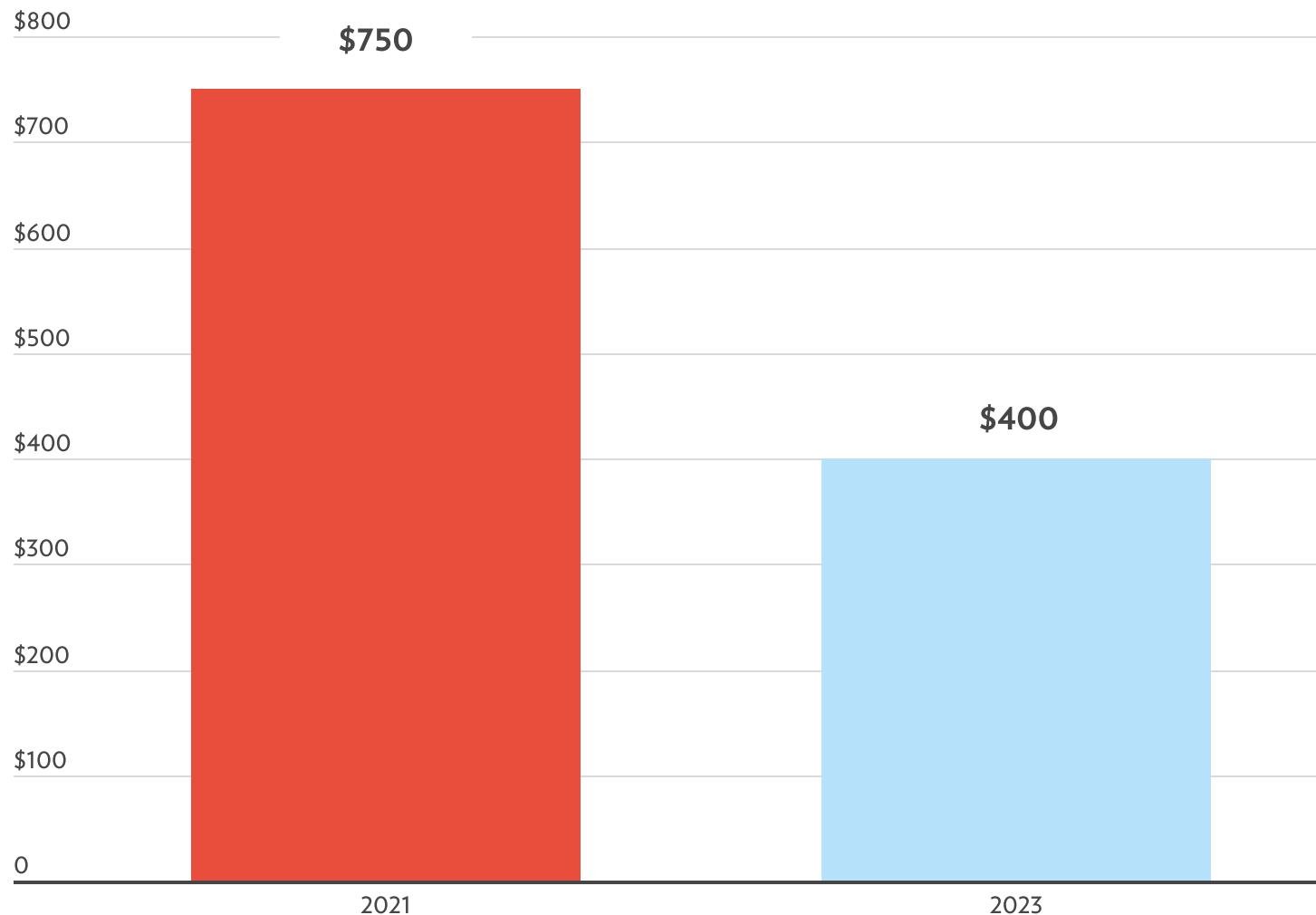
Percent of HealthCare.gov enrollees with 3+ health plan choices approaches 100%



Source: HHS

MARKETPLACE DEDUCTIBLES NEARLY HALVED SINCE ENHANCED TAX CREDIT ENACTED

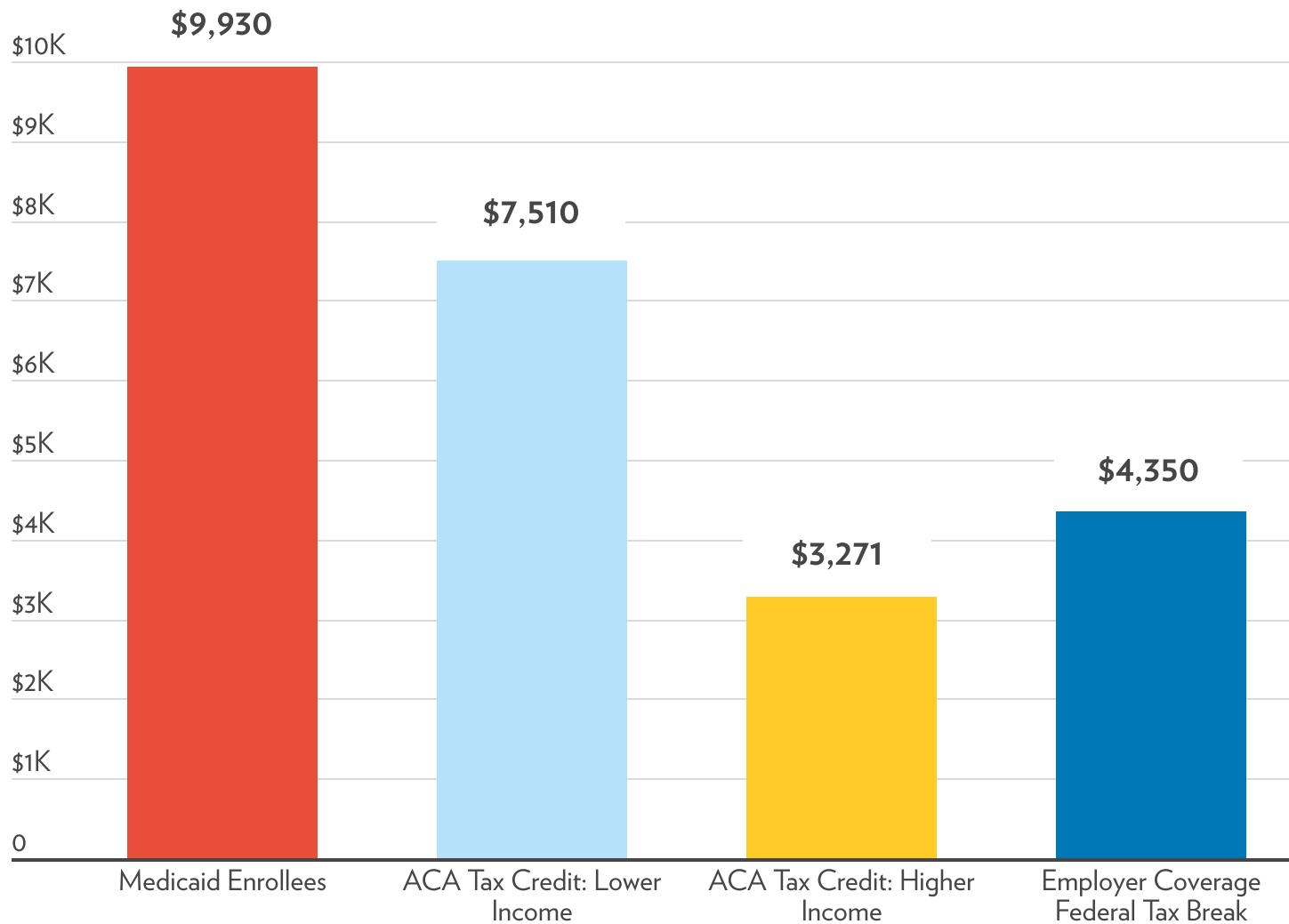
Enrollees chose plans with deductibles nearly 50 percent lower in 2023 than 2021



Source: Center on Budget and Policy Priorities

COSTS OF ENHANCED ACA TAX CREDIT COMPARABLE TO MEDICAID, EMPLOYER COVERAGE

Federal costs per new Marketplace enrollee in line with other health care subsidies



Note: Higher income refers to >400% of federal poverty line; lower incomes below 400% of FPL. 2025-2034 average. (Source: CBO).

NO DECLINES IN EMPLOYER-SPONSORED INSURANCE FROM ACA, ENHANCED TAX CREDIT

Percent of non-elderly Americans with employer coverage largely unchanged since 2009

■ Non-elderly Americans with Employer Coverage

70%

60%

57.2%

50%

57.5%

40%

2009 2010 2011 2012 2013 2014 2015 2016 2017 2018 2019 2020 2021 2022

Policy Implemented

Source: KFF