

finish their first deductible and the 3,000 or whatever we end up with. And that is another question, none of us have read this bill yet.

It now looks like a bill we will consider this week will add prescription drug benefits with minimum offsets for Medicare. It is not fair to our kids to add this responsibility to everybody else's kids and grandkids and my 10 grandkids, and I would hope we look more carefully at this and review it over the Fourth of July recess and come back and try to have a better bill.

This will add enormous liabilities to a Medicare system which is already predicted to be insolvent. Economists calculate that the newly created unfunded liability of such a reform is \$7.5 trillion. This means that a prescription drug bill that adds 12 percent to Medicare's costs comes with a present cost of \$7.5 trillion, or a bit more than the entire public debt. You add this to an unfunded liability of \$9 trillion for Social Security and you end up saddling our kids with a huge debt.

These projections assume that prescription drug costs will grow at the same rate as the rest of Medicare, and that the prescription drug benefit will not be expanded over time. Recent history would suggest that prescription drug costs are growing more rapidly than the rest of Medicare. In 1965, OMB projected that Medicare would spend \$9 billion in 1990. The actual figure was \$67 billion. Having projected \$26 billion in spending for 2003, we will spend \$245 billion. Because medical technology—the cost of prescription drugs will be much higher.

This drives home the point that any expansion of Medicare imposes a cost on taxpayers. Such a reform basically transfers the burden from retirees to taxpayers. More accurately, it means that we are transferring costs from us to our children and grandchildren. We're spending now and sending the bill to people who are yet to be born or too young to defend themselves.

This is selfish and it is wrong. I'm not against a prescription drug benefit if it is responsible. But it must not place heavy and increasing burdens on workers, taxpayers, and the economy in the future. I oppose the bill that is now under consideration because it does not meet this test.

Once again, we have not had an opportunity to see and review a bill on an important topic before we are required to vote on it. It is rumored, in fact, that changes are still being made. Few members will actually know exactly what's in this bill until after it has passed.

I believe that the better approach would be to release the bill tomorrow and then delay the vote until after the upcoming Fourth of July work period. That would allow all of us in Congress to read the bill, consult with our constituents, and make a fully informed decision on a program that could profoundly affect our future and that of our children and grandchildren.

I urge Congress to reject the bill tomorrow so we can take a more responsible and deliberate approach to reforming an important program like Medicare.

The SPEAKER pro tempore. Under a previous order of the House, the gentleman from California (Mr. FILNER) is recognized for 5 minutes.

(Mr. FILNER addressed the House. His remarks will appear hereafter in the Extensions of Remarks.)

PRESCRIPTION DRUG PLAN SHOULD BENEFIT SENIORS, NOT DRUG COMPANIES

The SPEAKER pro tempore. Under a previous order of the House, the gentleman from California (Ms. LEE) is recognized for 5 minutes.

Ms. LEE. Mr. Speaker, I rise today to ask Congress to pass a prescription drug bill for our senior citizens, not for the insurance and the pharmaceutical industries. The Bush administration continues to sell our Federal domestic programs to corporations and to industry donors.

Today, hundreds of seniors stood against the Republican prescription privatization plan. They blew the whistle on this. They blew the whistle on this deceptive legislation; and tonight, we too are blowing the whistle. Their bill will dismantle Medicare as we know it.

This prescription drug bill does not provide affordable drugs under Medicare. Instead, it leaves seniors, particularly women, to pay the price for pharmaceutical advertising and insurance industry lobbyists. Democrats have been fighting against these industry economics for years, and we know what a good Medicare prescription drug benefit looks like. It is affordable and available to all. It is inclusive and provides drug coverage for all communities, rural and urban. It includes all seniors and all walks of life without establishing a means tests or a voucher system.

Last week, the House Republicans under the leadership of really the Bush administration released their prescription drug benefit. The Republicans contend that seniors should be forced to use private insurance companies for drug coverage rather than Medicare in order to force competition. But the bottom line is the Republicans are really providing a benefit to the insurance industry and to the pharmaceutical industry.

The industry would have the ability to design their own prescription drug plan. The industry would decide what to charge and which drugs seniors can get. The Republican plan exploits seniors and the disabled by requiring private insurance plans to stay in the program for only 1 year. This could leave seniors vulnerable to unavailable plans, rotating doctors and shifting prescriptions. Just thinking about all of these threats to our seniors really does make me sick.

Tonight I want to focus on women and remind the Republicans of the voters really that they are ignoring. Women in this country will suffer first hand if the Republican prescription privatization bill passes, not only because we live longer, but because we pay into the Medicare system longer. Almost eight out of 10 women on Medicare use

prescription drugs regularly, though most pay for these medications out of pocket. Women on Medicare spend 20 percent more on prescription drugs than men. And in 1999 alone, women on Medicare spent \$430 more a year on medications than men. The Republican bill puts women, it puts our seniors, our disabled really on the industry's chopping block. It should make you really cringe to witness the corporate welfare that the Republicans are creating for the insurance and pharmaceutical industry in their bill.

Since 1980, drug prices have increased by over 256 percent, while the consumer price index on which Social Security's cost-of-living adjustments are based rose just 98 percent. And in their bill they will not even allow our Secretary of Health and Human Services to discuss and negotiate lower prices for their medications. How shameful that is.

In the Bay Area, specifically in my home town of Oakland, California, my elderly and disabled constituents are paying up to \$2000 more a year for basic drugs than in Canada, Europe and Japan. These disparities may seem bad now; but under the Republican plan before us, they will only get worse. I could go on and on, but the point is that seniors and the disabled are paying on average 89 percent more than our international counterparts. This is just dangerous and downright unfair. It is bad public policy.

Our senior women are having to make hard decisions about which drugs they can afford and if they should really buy drugs or pay for food. There is a better way.

Democrats have a low-cost prescription drug plan that does not pit seniors against one another, but makes access to prescription drugs a reality for all. The plan has incorporated many of the components of another plan called the Meds Plan, which many of us are supporting.

Under this plan, we ensure that seniors and people with disabilities have affordable, comprehensive and guaranteed access to prescription drug coverage. The proof is in the details. A \$25 a month premium, a \$100 a year deductible, an 80/20 cost-sharing between Medicare beneficiaries, a \$2,000 minimum for Medicare beneficiaries, and a sliding scale for low-income individuals for up to 150 percent of the median.

Under the Republican plan, let me state that the bill that the Republicans have put forward will really punish people for getting sick. The Democrats will not punish our seniors for getting sick. The Republican plan gives authority to insurance companies and HMOs to really prey on Medicare and Medicaid beneficiaries. The Democratic plan reduces the costs of drugs. The Republican plan does not. The Democratic plan does not end Medicare. The Republican plan does.

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