

# LAW ALERT SUPREME COURT UPHOLDS HEALTH CARE REFORM LAW

Brandon Long | June 28, 2012 | Articles, News & Comment

At approximately 9:15 a.m. Central time this morning, the U.S. Supreme Court issued its long-awaited decision on the Patient Protection and Affordable Care Act (the Act). In a 5-4 decision delivered by Chief Justice John Roberts, the Court essentially upheld the entire Act, including the individual mandate. Interestingly, Roberts was the deciding vote in upholding the Act, joining Justices Ginsburg, Breyer, Sotomayor and Kagan. Conventional wisdom was that Justice Kennedy would be the swing vote, but as it turns out he joined Justices Scalia, Thomas and Alito in the dissent.

In the majority decision, the Court relied on Congress' taxing power to uphold the mandate: "Our precedent demonstrates that Congress had the power to impose the exaction in Section 5000A under the taxing power, and that Section 5000A need not be



read to do more than impose a tax. That is sufficient to sustain it."

It appears that the only part of the Act that the Court held to be unconstitutional relates to the Act's expansion of Medicaid. The Court held that the Medicaid expansion violates the Constitution by threatening States with the loss of their existing Medicaid funding if they decline to comply with the expansion: "Congress is not free to ... penalize States that choose not to participate in that new program by taking away their existing Medicaid funding," wrote Justice Roberts.

The bottom line is that we must continue to focus our efforts to comply with the Act's requirements — especially those that will come into effect in 2013 and 2014. We are still reading through the 193-page, multi-part opinion and will keep you updated of any new developments or thoughts about today's decision. In the meantime, if you have any questions, please let us know.

#### LINKS

- McAfee & Taft's Employee Benefits Group
- U.S. Supreme Court
- U.S. Supreme Court decision on Affordable Care Act
- Patient Protection and Affordable Care Act



DANGER

DSHA

0

# CONNECT WITH US



#### UPCOMING





» Click here for more information or to register

### WEBINARS ON DEMAND

#### **JUNE 27**



» WATCH IT NOW! (Originally broadcast 6/27/12)

SAFETY

EmployerLINC

PROGRA





EmployerLINC 2011 seminar draws large audiences in both Oklahoma City and Tulsa



A few tips for 401(k) plan sponsors



WEBINAR » Employee Wellness on a Shoestring Budget



EMPLOYMENT LAW UPDATE Key changes to Oklahoma Standards for Workplace Drug and Alcohol Testing Act

📎 Tags: ALERT, employee benefits, featured, health care reform, landmark court decision, U.S. Supreme Court

## About the author

Brandon Long is an experienced employee benefits attorney who concentrates his practice on qualified retirement plans, health and welfare plans, and executive compensation. He has represented a broad range of clients, including Fortune 500 companies, publicly traded and closely held businesses, middle-market companies, corporate trustees, hospitals, healthcare providers, partnerships, cities, universities and Indian tribes.

Brandon's practice is focused on matters involving 401(k) plans, defined benefit plans and employee stock ownership plans; audits and investigations

by the IRS and the U.S. Department of Labor; mergers and acquisitions involving ERISA plans; retirement plans for tax-exempt and governmental entities, including Indian tribes; health and welfare issues, including healthcare reform; and executive compensation issues arising under Code Section 409A. He has particular experience fixing broken retirement plans and has filed and successfully resolved numerous voluntary correction applications with the IRS.

Brandon's clients seek his advice for practical, creative solutions to complex problems, and the ability to make highly technical concepts understandable to executives, employees, other lawyers and judges. A portion of his practice has been devoted to complex litigation, including ERISA litigation. In 2007, on behalf of a major insurance company, Brandon co-authored the petition for a writ of certiorari that was granted by the U.S. Supreme Court, and he helped prepare for and attended the oral argument in the Supreme Court, which issued an opinion in his client's favor.

Prior to returning to his hometown and joining McAfee & Taft, Brandon practiced with large national and international law firms in Dallas and in Washington, D.C.

Brandon frequently writes and speaks on employee benefits issues, and he has been a guest legal columnist and contributing author to various professional publications. His achievements have previously earned him inclusion in *Oklahoma Super Lawyers*' list of "Oklahoma Rising Stars," which recognizes the state's top up-and-coming attorneys. In 2010, Oklahoma City University School of Law honored him with its Outstanding Young Alumnus Award.

In addition to his professional accomplishments, Brandon has been the recipient of multiple awards honoring his service to the community. In 2011, he received the Oklahoma County Bar Association's Outstanding Young Lawyer Award, and he was a finalist for Leadership Oklahoma City's Paragon Award. In 2009, he was named to *The Journal Record*'s list of Leadership in Law Award honorees for his professional and civic contributions to the state. Also in 2009, the Oklahoma County Bar Association presented him with its Community Service Award, noting his personal involvement and volunteerism, his leadership in getting other young lawyers involved, and for serving "as an example to all of us in the legal community that we can do a little more to make the world a better place." In 2008, he was honored with the Outstanding Director Award from the OCBA's Young Lawyers Division.





- » WATCH IT NOW! (Originally broadcast 2/14/12)
- » Check out our complete list of webinars available for immediate viewing.

### EMPLOYERLINC NETWORK Employment Law News Feed

Law360	EmplymntLaw360 Law360: Texas Insurance Exchange Debate Looms As ACA Upheld bit.Iy/OFTUC3 10 minutes ago · reply · retweet · favorite
Law360	EmplymntLaw360 Law360: \$80M Ruling Against Ex-IndyMac Execs Bolsters Insurers' Cases bit.ly/OFHk5P about 1 hour ago - reply - retweet - favorite
LAW360	EmplymntLaw360 Law360: Maxim Pays \$12.3M To End Recruiter OT Claims bit.ly/N9fmYI about 1 hour ago - reply - retweet - favorite
LAW360	EmplymntLaw360 Law360: Calif. Dems Hail ACA Ruling While GOP Urges Caution bit.ly/MaoLVG about 1 hour ago - reply - retweet - favorite
<b></b>	Jonathan_HR_Law Supreme Court's decision: expect employees to ask about exchanges. Be prepared with answer. Not sure what you will do, say so. No promises
9	Join the conversation

## **ECONOMIC NUMBERS**

Unemployment Rate 🚿 🔳

Nationally: 8.2% in May 2012 — Oklahoma: 4.8% in May 2012

- Arkansas: 7.3% in May 2012
- Kansas: 6.1% in May 2011
- Missouri: 7.3% in May 2011
- *Texas:* 6.9% in May 2012

Payroll Employment 🐭 🔳 +69,000 in May 2012



Average Hourly Earnings I III + \$0.02 in May 2012

Productivity A III -0.5% in 1st Qtr of 2012

Producer Price Index (PPI) I III -1.0% in May 2012

Consumer Price Index (CPI) I III -0.3% in May 2012

U.S. Import Price Index 🐭 📰 -1.0% in May 2012

U.S. Export Price Index III = -0.4% in May 2012

Alistorical Release

SOURCE: BUREAU OF LABOR STATISTICS

© Copyright 2012 McAfee & Taft A Professional Corporation. All rights reserved. Disclaimer and Privacy Statement



EmployerLINC is a publication of the law firm of McAfee & Taft. It is intended for informational purposes only, it does not provide specific legal advice, and it is not intended to create a lawyer-client relationship. The authors featured on this website include (but are not limited to) attorneys with McAfee & Taft, and the views expressed by one or more of the authors, including comments posted by registered visitors, solely reflect the opinions of those authors and not those of the firm or its clients. The authors assume no liability for the dissemination of attorney-client or confidential information posted on this website by registered or unauthorized visitors. This website is not intended to be advertising of legal services or any other service. The authors assume no responsibility for inaccuracies. The authors reserve the right to remove any posted content. Content that is illegal, obscene, defamatory, threatening, infringing of intellectual property rights, invasive of privacy, or otherwise injurious or objectionable will be removed.