

### HOUSE REPUBLICAN CONFERENCE Chair Cathy McMorris Rodgers

Readouts from This Week's Oversight Hearings and OGR Field Hearing Schedule: Energy and Commerce | Science, Space, and Technology | OGR – Field Hearing Schedule

# Policy Feature Issue – The Security of HealthCare.gov: Read Outs from the House Committees on Science and Energy and Commerce Oversight

## The Committee on Oversight and Government Reform: Oversight Field Hearings December Schedule

Readout from Energy and Commerce Oversight and Investigations Subcommittee Hearing on "Security of HealthCare.gov"

**Feature Witness: Mr. Henry Chao**, Deputy Chief Information Officer and Deputy Director of the Office of Information Services, Centers for Medicare and Medicaid Services (CMS)

HealthCare.gov point person had never seen consultant's analysis of trouble in store
for HealthCare.gov. The Energy and Commerce investigation <u>unearthed</u> a presentation made
by McKinsey & Co. to top administration officials in March and April of 2013 forecasting
numerous challenges for the Obamacare website. However, under <u>questioning</u> from O&I
Subcommittee Chairman Tim Murphy (R-PA), the CMS official – Henry Chao – admitted he
had never actually seen the presentation, despite being interviewed by McKinsey & Co. for it.

**READ MORE:** Washington Post: Private consultants warned of risks before HealthCare.gov's Oct. 1 launch

Major portions of Obamacare's exchange – an estimated 30 to 40 percent – have not
even been built yet. In response to questions from Rep. Cory Gardner (R-CO), the
HealthCare.gov point person admitted that 30 to 40 percent of the Federally Facilitated
Marketplace – the federally run exchange – has not yet been built. Examples of unfinished
elements include components that send payments to insurers, "the back office systems, the
accounting systems, the payment systems."

**READ MORE:** CNBC: Obamacare bombshell: IT official says HealthCare.gov needs payment feature

A full Security Control Assessment is coming in December – some 12 weeks after
public launch. In order to complete the Security Control Assessment, which is a key review of
the website's security, the site must be complete. Whether the security testing is actually
completed will depend on the ability to complete the site by December. However, the

administration has been moving the goal posts about exactly what will be ready and working by its self-imposed November 30 deadline.

**READ MORE:** Washington Post: HealthCare.gov goal is for 80% of users to be able to enroll for insurance

Readout of House Science, Space, and Technology Committee Hearing on "Is My Data on Healthcare.gov Secure?"

Witnesses: Mr. Morgan Wright, Chief Executive Officer, Crowd Sourced Investigations, LLC; Dr. Fred Chang, Bobby B. Lyle Centennial Distinguished Chair in Cyber Security, Southern Methodist University; Dr. Avi Rubin, Director, Health and Medical Security Laboratory Technical Director, Information Security Institute, Johns Hopkins University (JHU); and Mr. David Kennedy, Chief Executive Officer, TrustedSEC, LLC

**Chairman Lamar Smith**: "Given the testimony we have heard today, there is only one reasonable course of action. Mr. President, take down this website."

- Testimony from online security experts demonstrated significant flaws and vulnerabilities in the healthcare.gov website that put the personal data of Americans at risk.
- In their haste to launch the Healthcare.gov website, it appears the Obama administration cut corners that leave the site open to hackers and other online criminals. As a result, the personal information that has already been entered into Healthcare.gov is vulnerable to identity thieves.
- All but one witness at today's hearing said that they would *immediately* pull down the site in
  order to address the security flaws. Mr. Wright said that he's not political and not viewing this
  as a politician. But as a technical expert, it would be easier to start over with the website than
  to spend years trying to identify each vulnerability, loophole, flaw in the system that could be
  exploited by hackers and online criminals.
- All 4 witnesses agreed that they would not have recommended the launch of Healthcare.gov, given the factual known status of the website, on October 1<sup>st.</sup>
- All witnesses agreed that the site is not secure today.
- All 4 witnesses agreed that the website will not be safe by November 30<sup>th.</sup>
- All 4 witnesses agreed that they would not advise Americans to use the website in light of the current security risks.
- We already know of at least 16 attempts to hack into the system. But we can assume that
  many more security breaches have not been reported. In order to gain information on potential
  healthcare coverage through healthcare.gov, users must input personal contact information,
  birth dates and social security numbers as well as financial information.

- David Kennedy, a "white hat hacker" who testified today, gave a demonstration of the
  website's vulnerabilities showing in real-time that hackers are attempting to access personal
  information on the website. Not only is the website vulnerable, but it's under attack.
- When asked whether he believed the website had already been compromised by hackers, Mr. Kennedy testified that he believed the website has either already been hacked or soon will be.

#### **Oversight Committee Announces Affordable Care Act Field Hearing Series**

The Oversight and Government Reform Committee announced a series of field hearings this week on ObamaCare's impact on Americans. The hearings will examine a variety of issues about Affordable Care Act (ACA) implementation including the cost of increased premiums for healthcare coverage and the lack of choice for Americans.

#### **From Politico:**

"Beginning with an event in Gastonia, N.C., on Friday, the House oversight committee is seeking to highlight regular Americans' problems with the law. Issa and his panel will later head to Georgia, Arizona and Dallas. Each location seeks to highlight different problems with Obamacare: for example, sticker shock and people getting dropped from their insurance plans. Issa's hearings will stretch into mid-December."

#### **Field Hearing Details:**

- North Carolina
- Friday, November 22, 2013
- "ObamaCare Implementation: Sticker Shock of Increased Premiums for Healthcare Coverage"
- 10:00 a.m. EDT at Gaston County Courthouse
- 325 North Marietta Street, Gastonia, NC 28052

#### Georgia

- Monday, November 22, 2013
- "ObamaCare Implementation: High Costs, Few Choices for Rural America"
- 10:00 a.m. EDT at Hall County Government Center
- Commission Meeting Room 2nd floor 2875 Browns Bridge Road, Gainesville, GA 30504

#### Arizona

- Friday, December 6, 2013
- "ObamaCare Implementation, The Broken Promise: If You Like Your Current Plan You Can Keep It"
- TBD, Arizona

#### Texas

- Monday, December 16, 2013
- "ObamaCare Implementation: Who Are The Navigators?"
- Dallas, Texas