



UNCERTAIN TIMES: CONSIDERATIONS FOR CLINICS AND THEIR COMMUNITIES

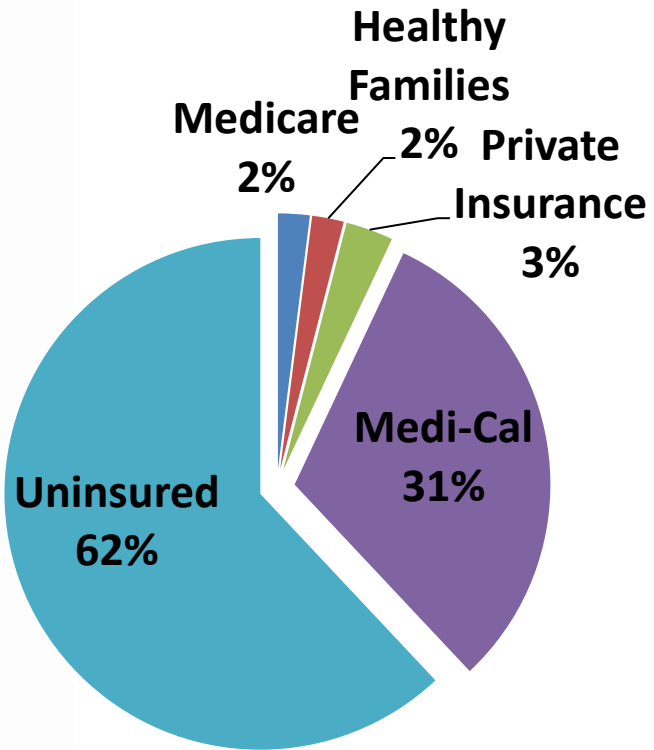


Louise McCarthy
Community Clinic Association of LA County

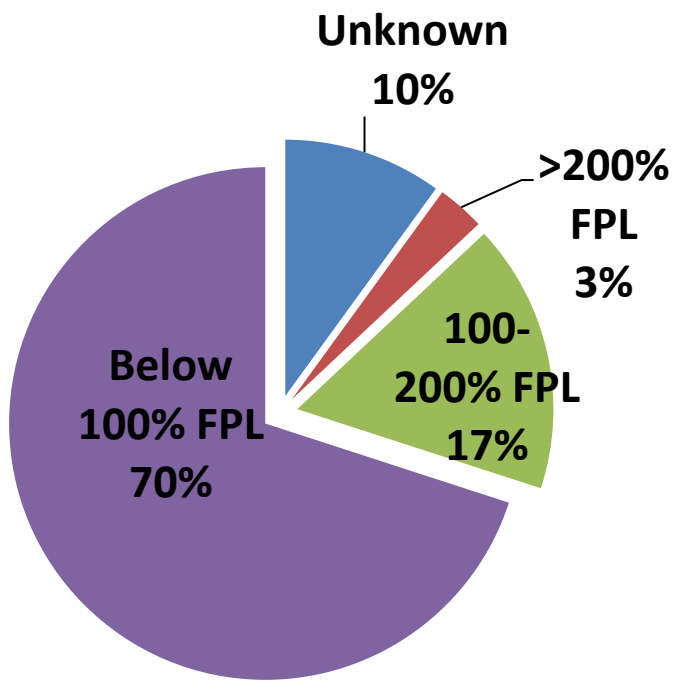


COMMUNITIES SERVED BY LA'S CLINICS

830,635 Unique Patients



By Coverage Source



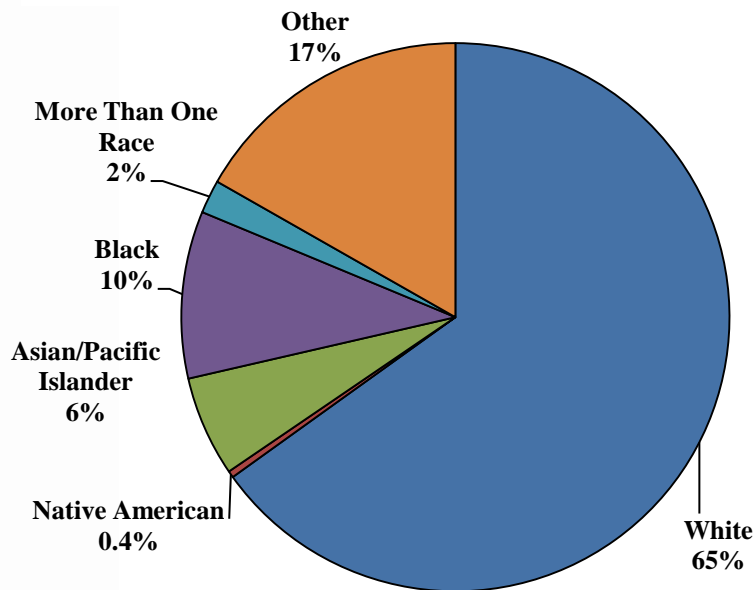
By Poverty Level

Source: 2009 OSHPD Annual Utilization Report of Primary Care

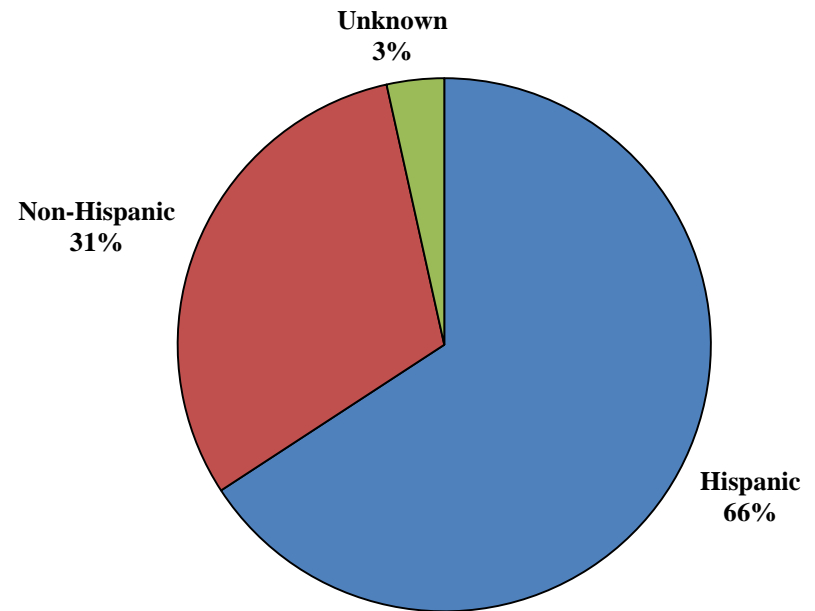


COMMUNITIES SERVED BY LA'S CLINICS

CCALAC Member Patients by Race



CCALAC Member Patients by Ethnicity



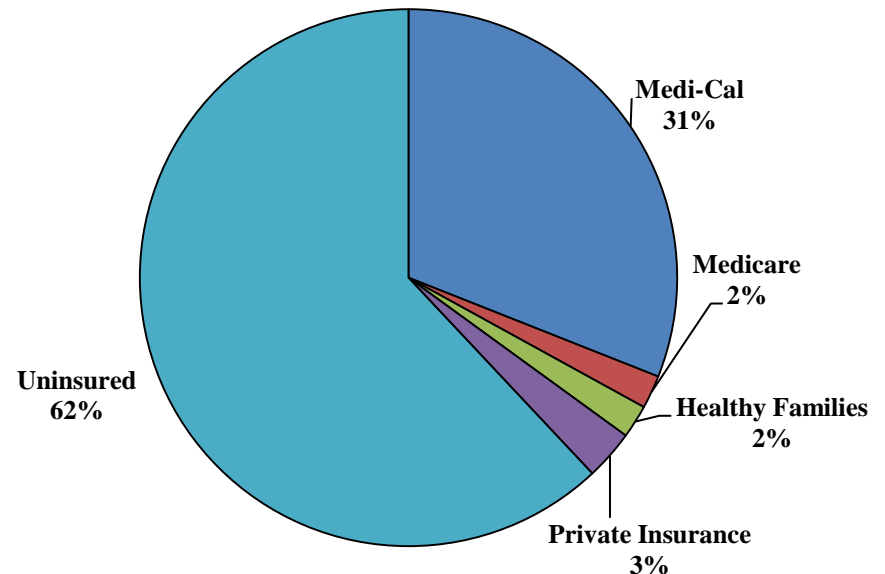
For 53% of CCALAC Member patients, English is not their primary language.



UNCERTAIN TIMES: CURRENT SUSTAINABILITY

- Federally Qualified Health Centers (FQHCs) become unsustainable when uninsured visits exceed 34.5% of total volume. (pmpm 2008)
- CCALAC member clinics provided over 2.3 million patient visits in 2009, a 12% increase in visits from 2008. (OSHPD 2009)
- American Recovery and Reinvestment Act (ARRA) funds for increased demand was not enough to overcome state cuts sustained by CCALAC's members— clinics experienced a net loss of over \$7.8 million. (CCALAC Member Survey, 2009)

Patients by Coverage Source
830,635 Patients (**10% increase from 2008**)



Source: 2009 OSHPD Annual Utilization Report of Primary Care



UNCERTAIN TIMES: STATE BUDGET

Governor Jerry Brown's proposed cuts to health services include:

- Medi-Cal Utilization Limits:
 - ✓ 6 prescriptions per month *except* life-saving drugs
 - ✓ 10 doctor visits per month *except for* pregnant women
- New Copays for Health Services:
 - ✓ \$5 for physician, clinic and dental services in Medi-Cal
 - ✓ \$50 for emergency room visits in Medi-Cal and Healthy Families
 - ✓ \$100/day, \$200 maximum for hospital stays in Medi-Cal and Healthy Families
- Elimination of:
 - ✓ Vision coverage in the Healthy Families Program
 - ✓ Over-the-counter coverage of cough & cold medication in Medi-Cal
 - ✓ Adult Day health care services

If the public rejects a June ballot measure for revenue:

- Elimination of full-scope Medi-Cal for certain legal immigrants (PRUCOL, etc.)
- “Other health and social services actions” to the tune of \$360 million



UNCERTAIN TIMES: FEDERAL BUDGET

Current FY2010-11 Budget

- ✓ Eliminate Health Center American Recovery and Reinvestment Act Funding
 - 29 LA clinics will lose \$20 million, putting 305 ARRA-funded jobs at risk
- ✓ Eliminate Title X and other key federal programs:
 - WIC -\$758M
 - Maternal and Child Health Block Grants -\$210M
 - Family Planning -\$327M
 - Substance Abuse and Mental Health Services -\$96M
 - Community Services Block Grant -\$405M

FY2011-12 Budget

- ✓ President's Budget includes some cuts, placeholders for discussion.
- ✓ Republicans have vowed to attack Medicaid, Medicare, Health Reform.

Repeal of Health Reform

- ✓ First legislative attempt failed.
- ✓ More attempts from Congress, plus legal routes.



UNCERTAIN TIMES: A HISTORY OF CUTS

- **Elimination of Medi-Cal Adult Dental and Other Benefits**
 - ✓ LA community clinics have lost funding for nearly 130,000 dental visits.
- **Elimination of the Expanded Access to Primary Care Program (EAPC)**
 - ✓ Over time, LA community clinics lost funding for over 130,000 EAPC visits.
- **Elimination of Immunization Programs**
 - ✓ San Fernando clinics alone had given immunizations to over 8,000 children.
- **Elimination of the Asthma Control Program**
 - ✓ One clinic in South LA was providing 2,000 children with asthma treatment.



UNCERTAIN TIMES: DEMANDS OF REFORM

Preparing for 2014 and Beyond

California's 1115 Medicaid Waiver

- Bridge to Health Care Reform
- Systems Transformation
- Coverage for Single Adults
- Seniors and Persons With Disabilities

Health Care Reform

- Expanded Coverage
- Expanded Capacity
- Improved Coordination

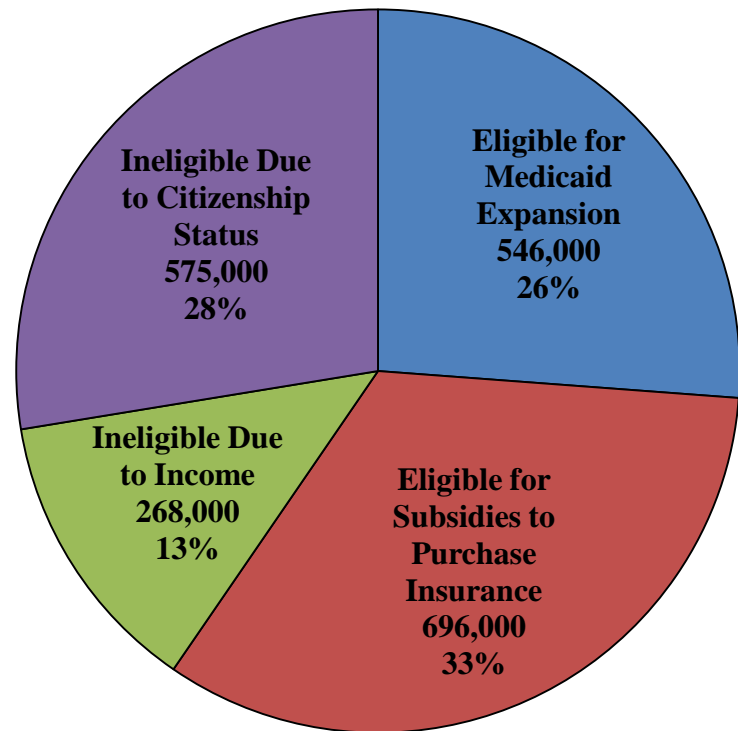


UNCERTAIN TIMES: DEMANDS OF REFORM

Preparing for 2014 and Beyond

➤ *Who will serve the newly insured?*

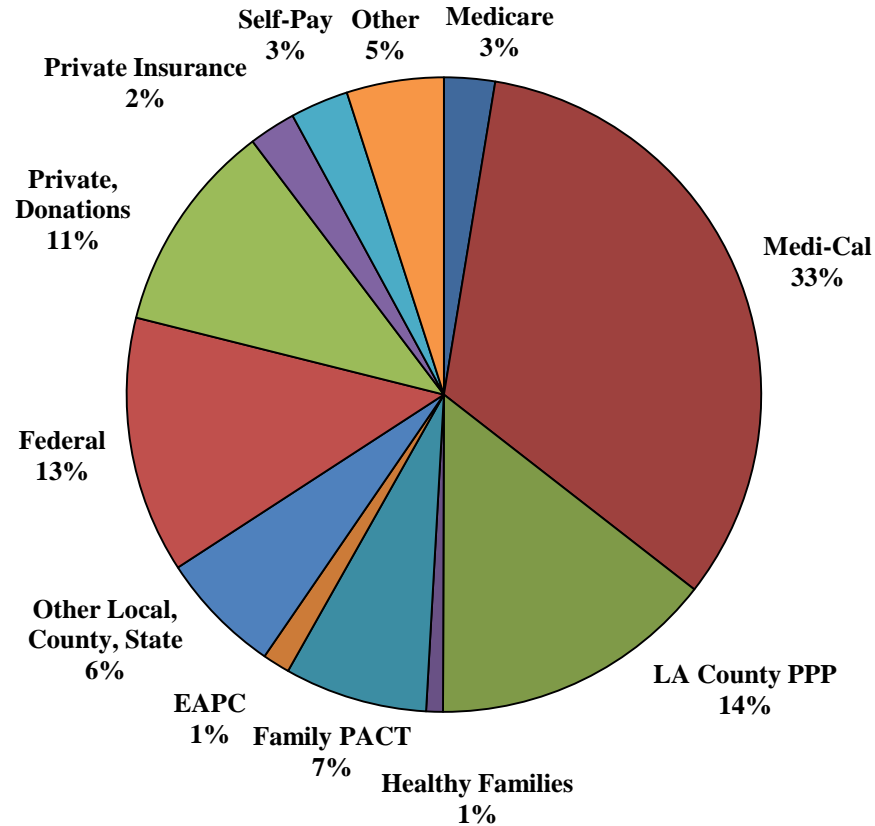
➤ *Who will serve the remaining uninsured?*





UNCERTAIN TIMES: CLINIC REVENUE

Preparing for 2014 and Beyond



How will federal reform and a history of state cuts change the revenue picture for community clinics?



UNCERTAIN TIMES: BUDGET CONSIDERATIONS FOR CLINICS AND THEIR COMMUNITIES



Louise McCarthy
Community Clinic Association of LA County