



Georgetown University
Health Policy Institute
CENTER FOR CHILDREN
AND FAMILIES

Changes in Health Care Policy: How Could Florida be Affected?

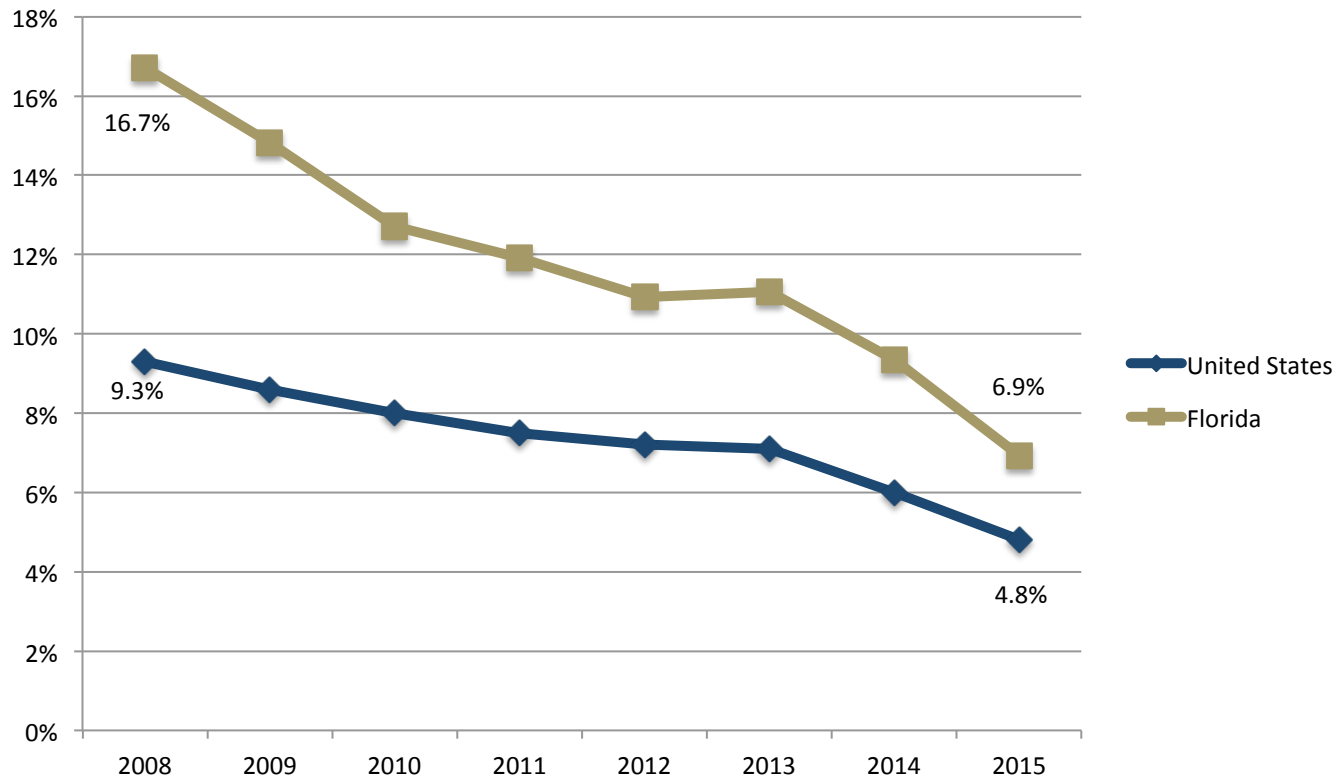
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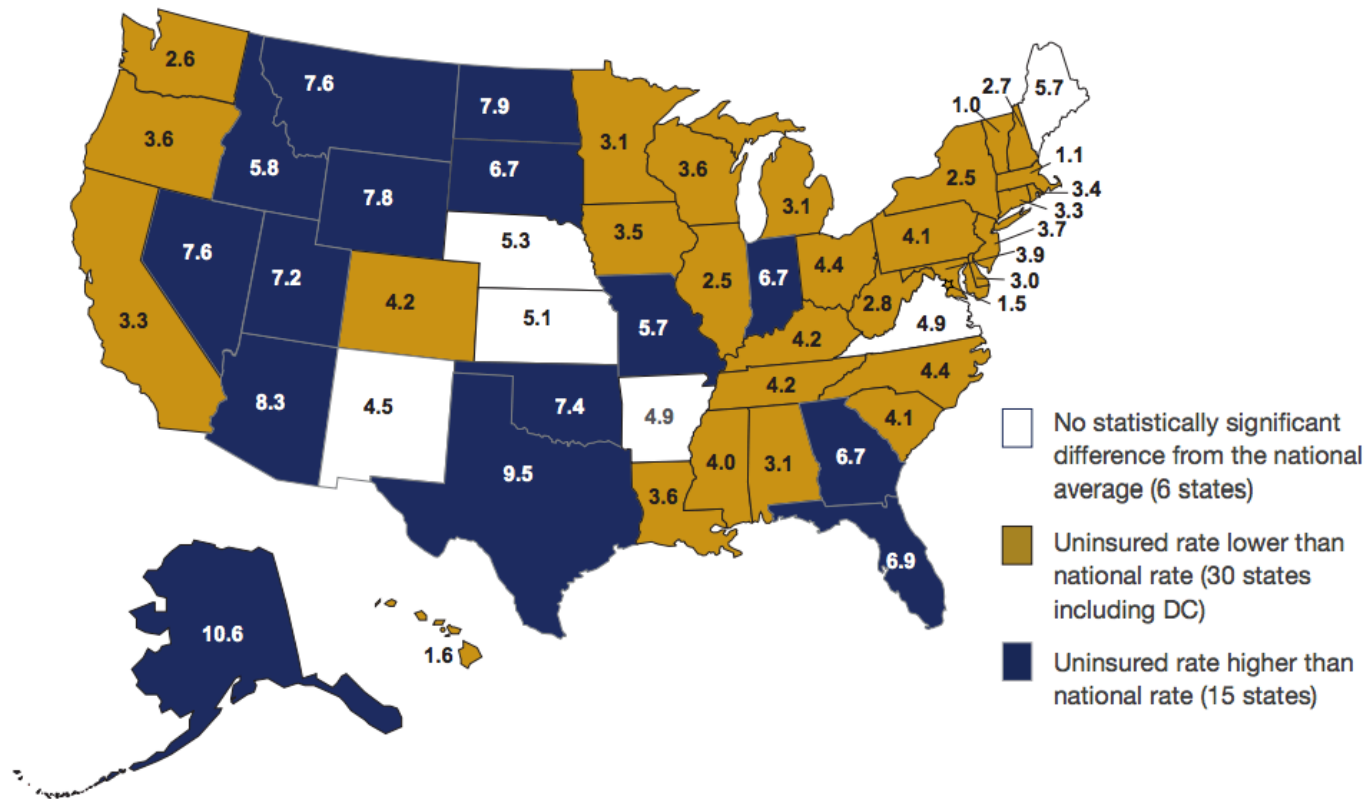
March 7, 2017

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Children's Uninsured Rate in Florida and US, 2008-2015



Rate of Children's Uninsurance by State



Long-Term Effects of Childhood Medicaid Coverage



Healthier
Adults



Greater
Academic
Achievement



Greater
Economic
Success



Children's Coverage in Florida, 2016

400% of FPL
(Family of 3)
\$80,640/year

Exchange Subsidies

(Premiums Based on Sliding Scale, Ranging from 2%-9.5% of Income)

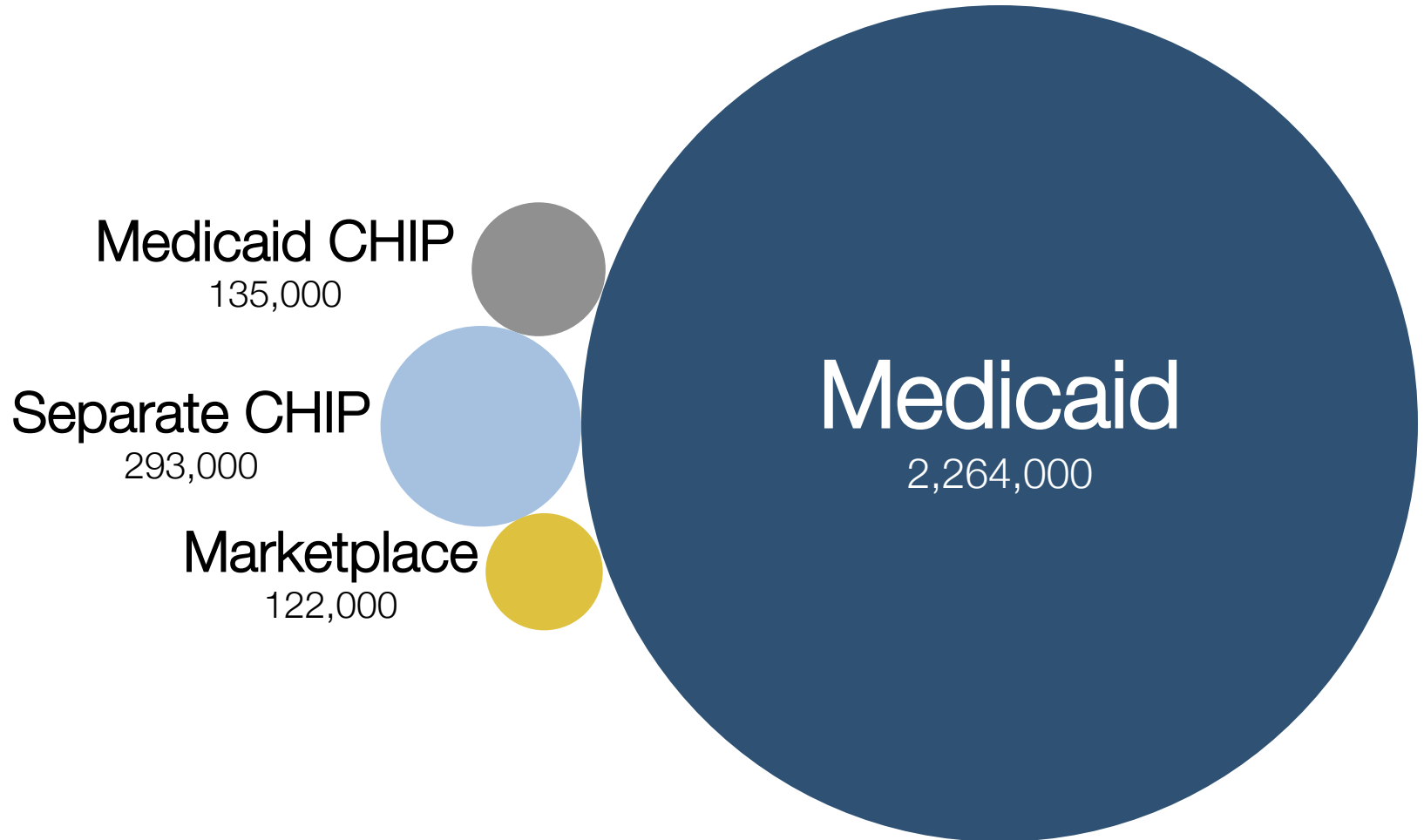
215% of FPL
(Family of 3)
\$43,334/year

CHIP

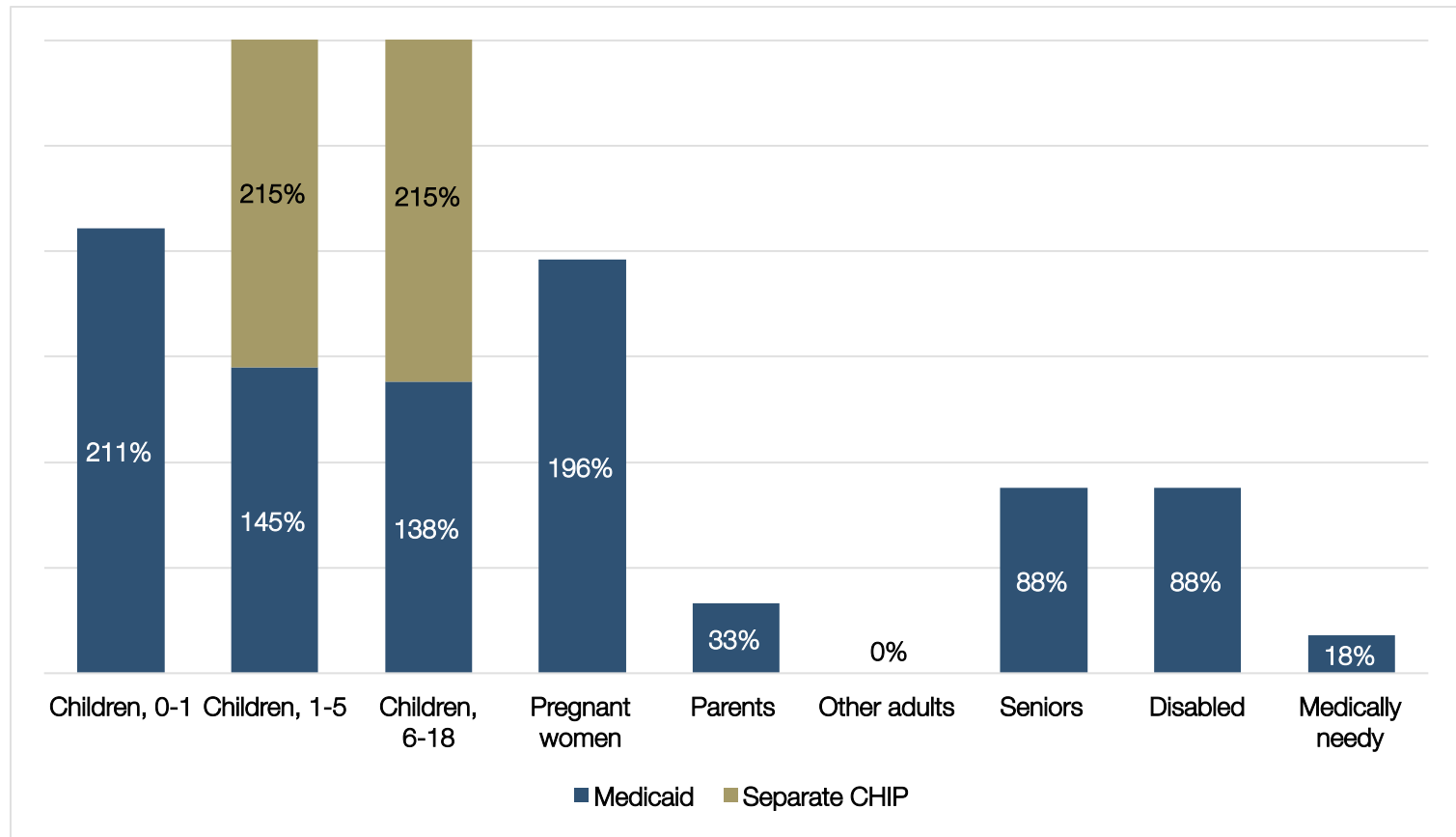
138% of FPL
(Family of 3)
\$27,821/year

Medicaid

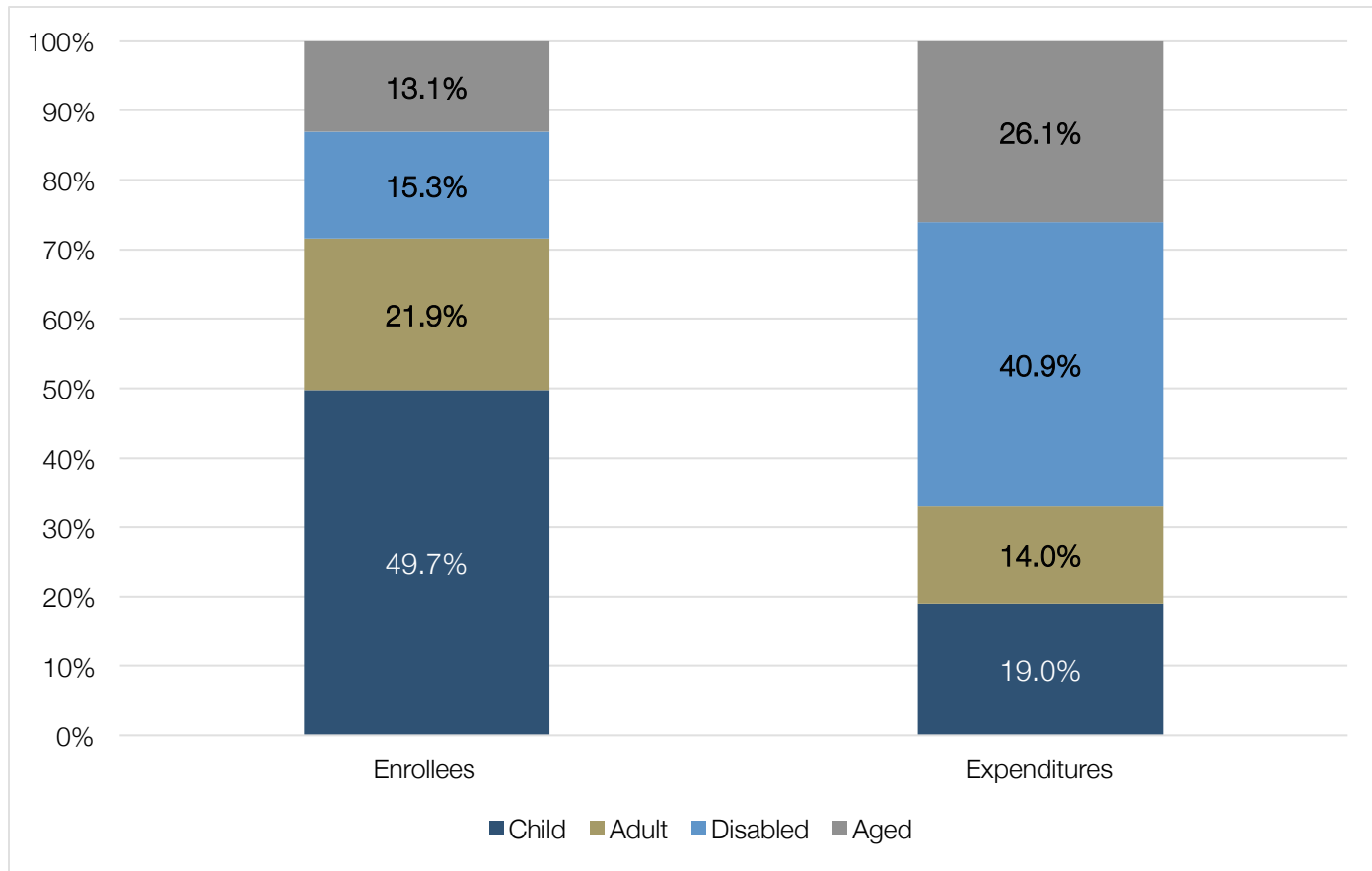
Public Coverage for Children in Florida



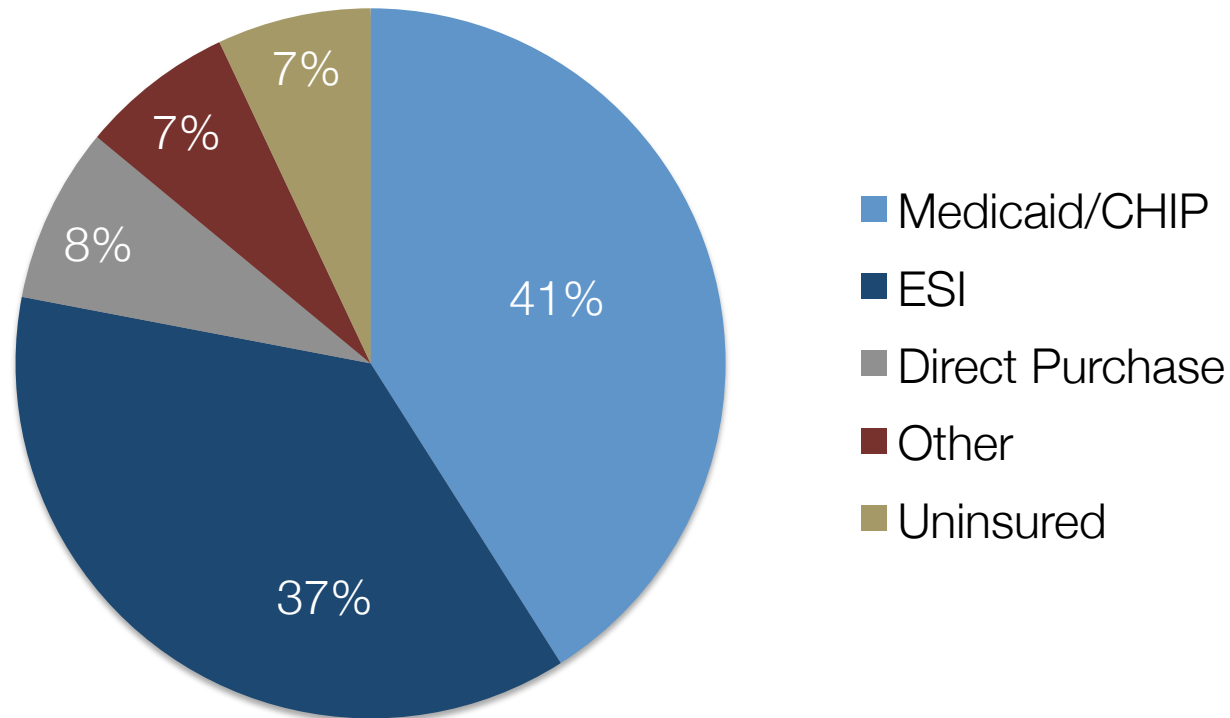
Medicaid Eligibility in Florida, 2017



Enrollees and Expenditures in Florida, FY 2013

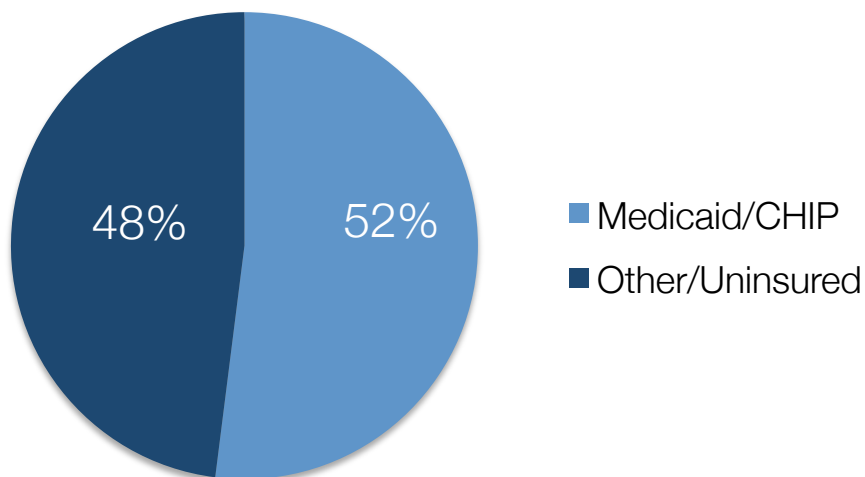


Medicaid and CHIP Cover 41% of Florida's Children

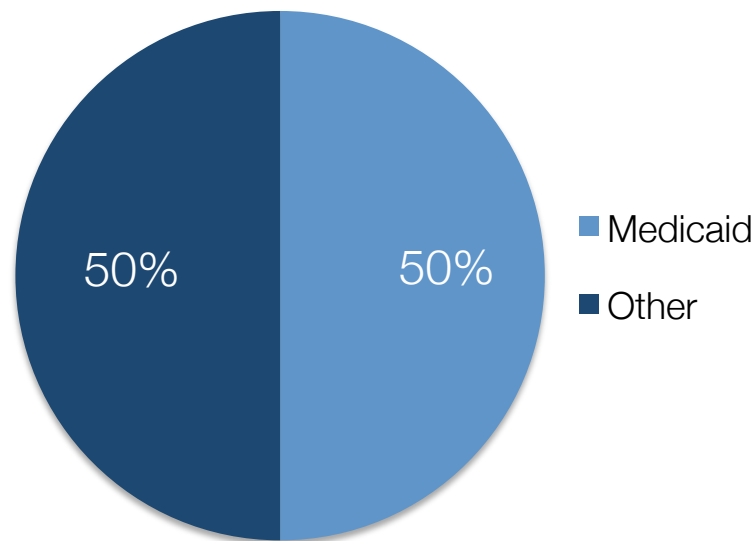


Medicaid and CHIP Cover More than Half of Florida's Children Age 0-5 and Half of All Births

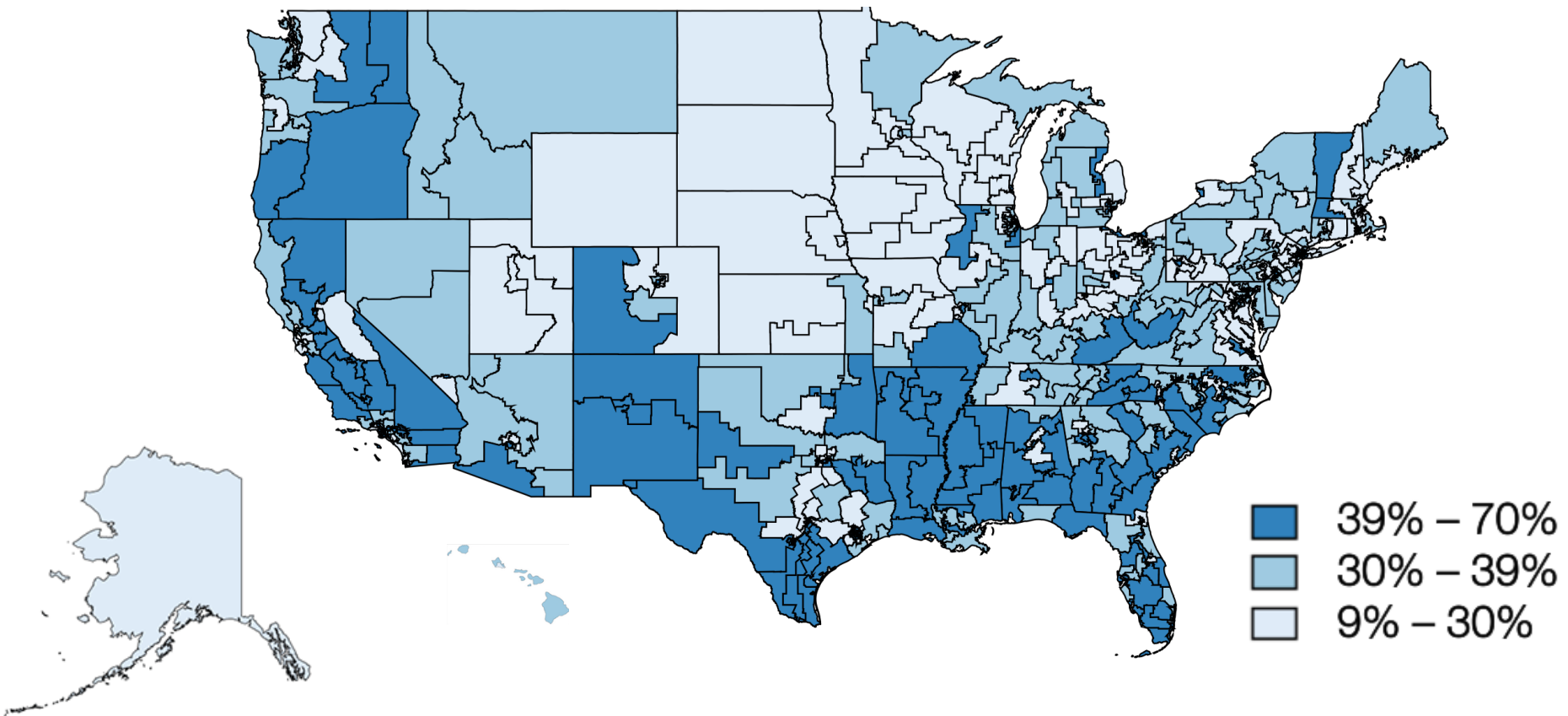
Medicaid and CHIP Coverage, Ages 0-5



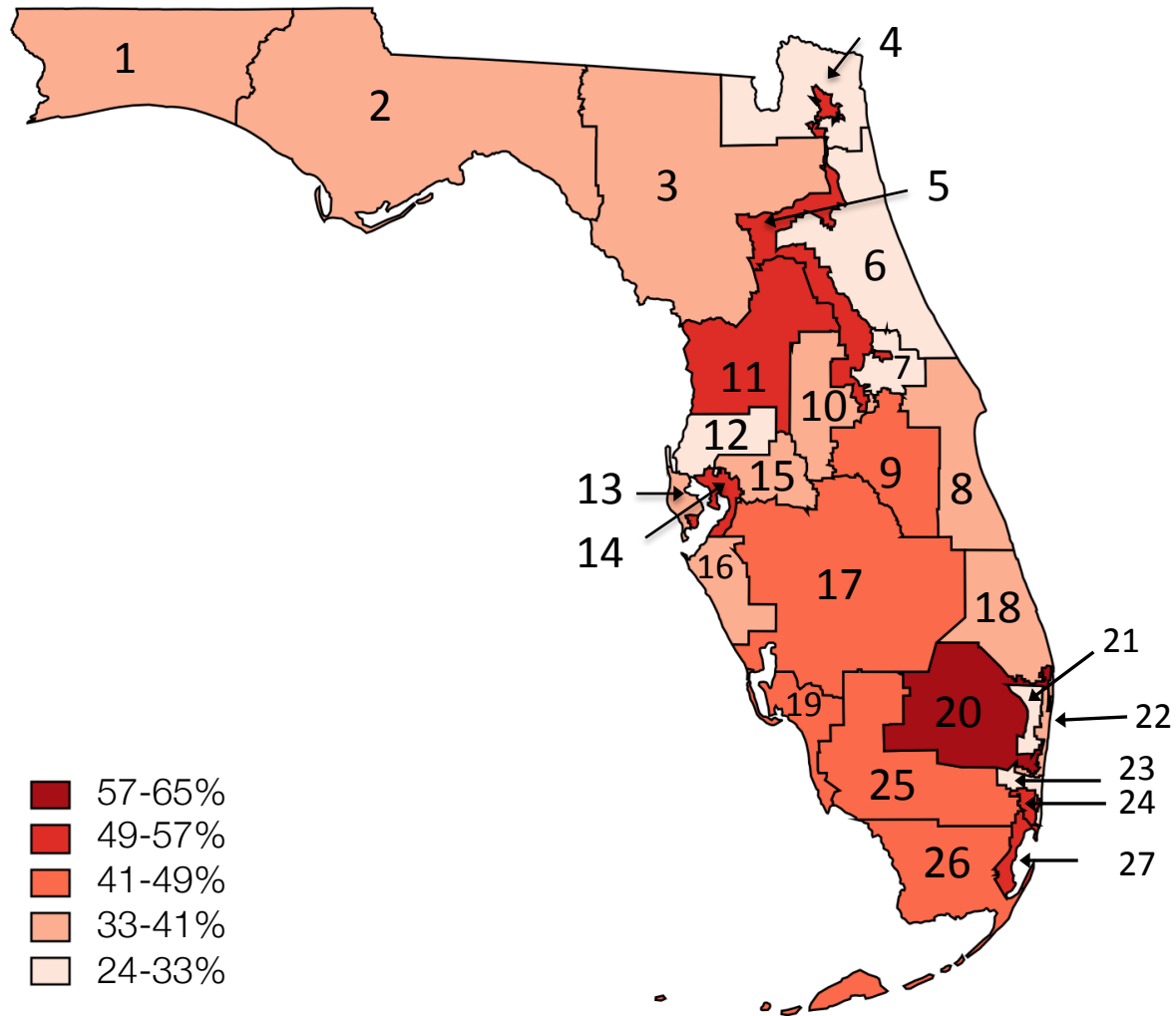
Medicaid Financed Births



Percent of Children in Medicaid/CHIP by Congressional District, US



Percent of Children on Medicaid/CHIP by Congressional District, FL



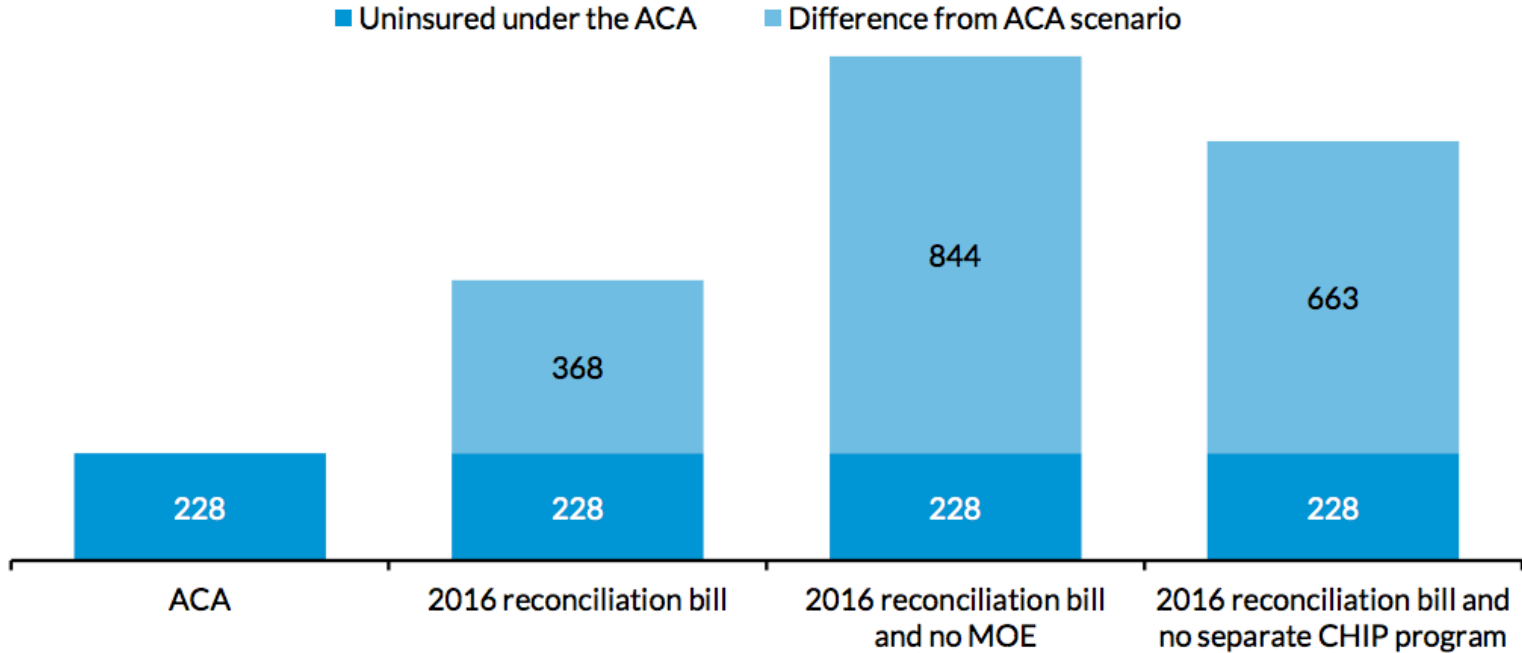
Impact of ACA Repeal

What Do We Know About ACA Repeal?

- Budget reconciliation process will be used; simple majority needed
- Future of marketplace is uncertain
 - Florida has 1.7 million enrollees
- Tax credits replacing subsidies
- Entire Medicaid program will be capped
- Medicaid expansion being phased down

What Does ACA Repeal Mean for Children in Florida Without Medicaid Cap?

Uninsured Children in Florida, 2019
Thousands of children



How Quickly Could Repeal and Replace Happen?

- House committees starting tomorrow
- Senate may bypass committees and take House bill to the Floor which is extremely unusual.
- No CBO score yet.
- No hearings on proposed bill.
- Senate has to comply with “Byrd Rule.”
 - This limits the “flexibilities” that can be included in the bill
- Goal is to be done by April recess

What Changes are Proposed for Medicaid?

Medicaid/CHIP

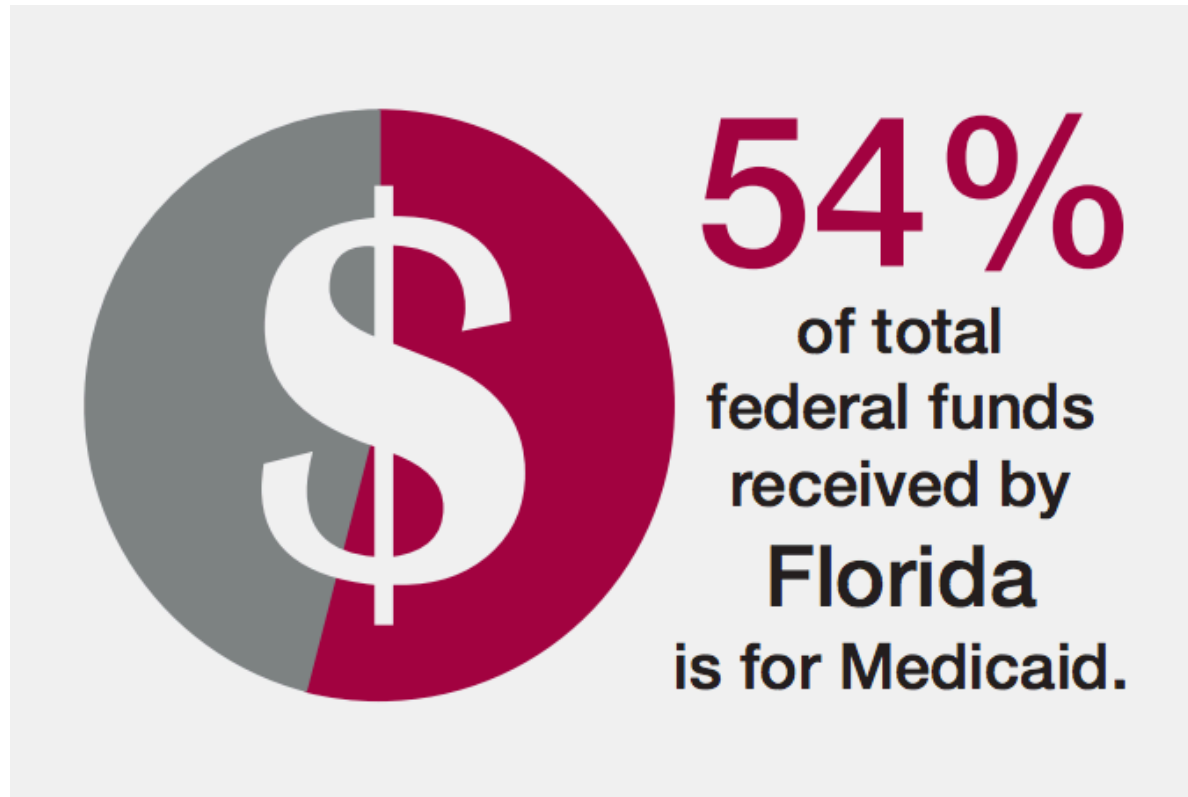
- House bill imposes a per capita cap on Medicaid with a base year of FY 2016 and an inflator of Medical CPI
- This cap applies to the entire program!
- Expansion funding reduced starting on January 1, 2020 – applies only for those who are continuously covered. Everyone else gets regular match.
- Small new fund for non-expansion states (\$2B a year)
- CHIP funding expires on September 30, 2017 unless Congress acts.

What Does A Medicaid Cap Mean for Florida?

A Per Capita Cap Shifts Risk to States

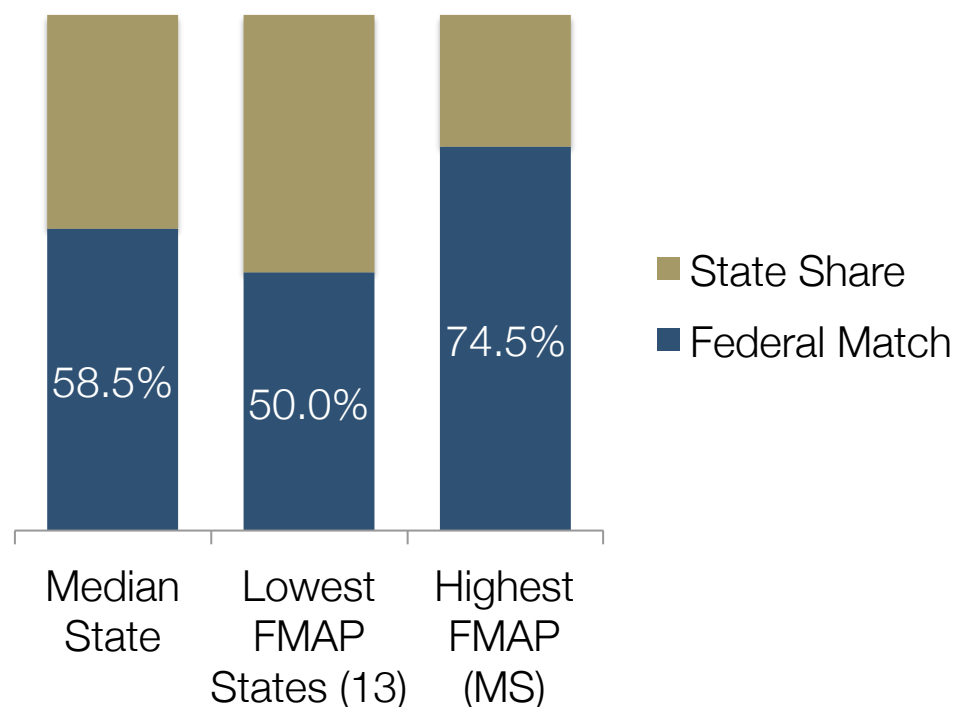
- If a new treatment becomes available
- If costs per person go up more than expected – especially for expensive populations like the elderly
 - Aging of the population
- If a new epidemic occurs like HIV, Zika, opioids
- If a natural or manmade disaster occurs.

Medicaid is the Primary Source of Federal Funds to Florida

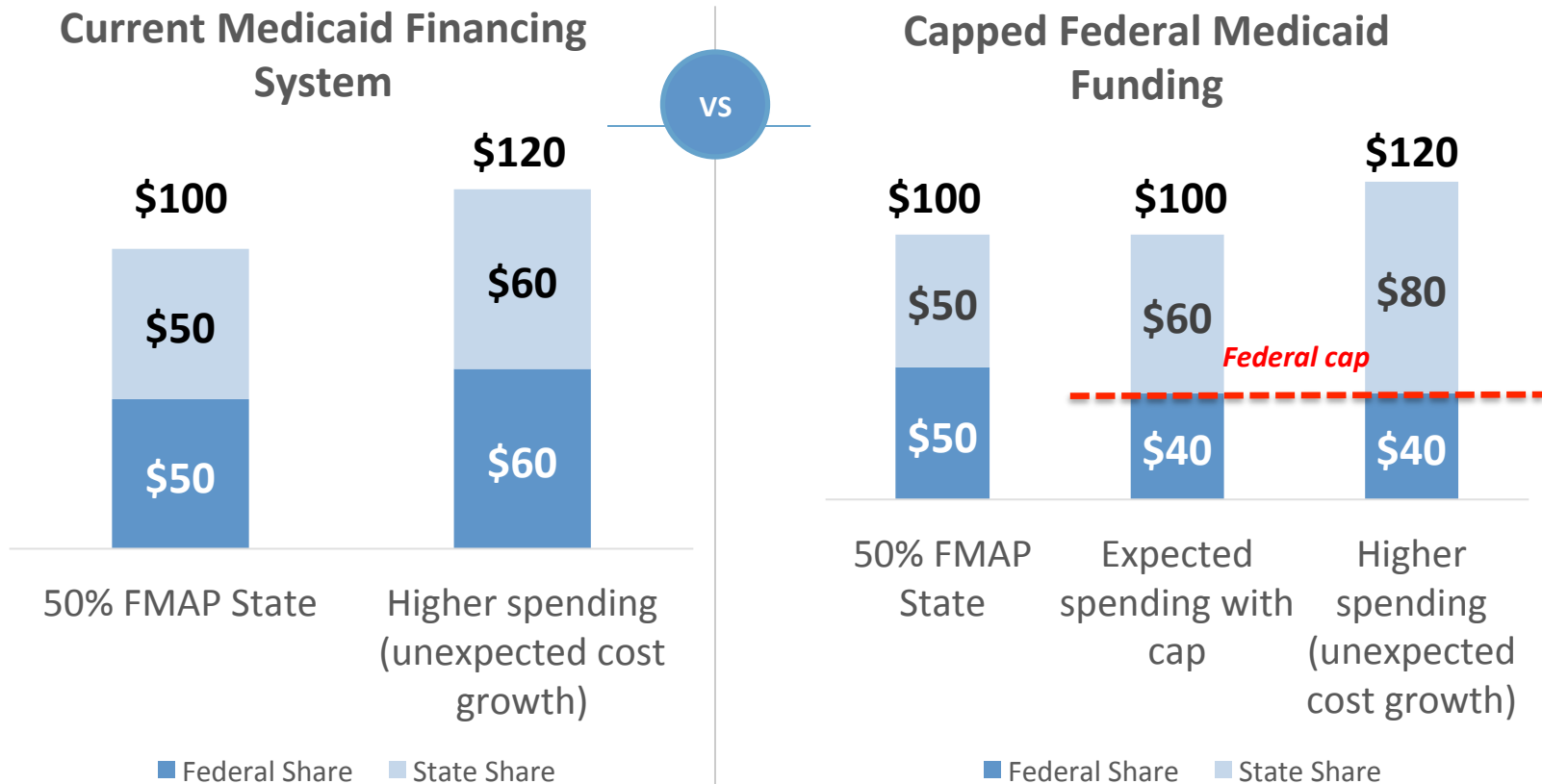


Federal Government Pays the Majority of Medicaid Costs

- Federal government pays state-specific share of total Medicaid costs (FMAP).
- FMAP higher for poorer states, lower for wealthier states.
- Florida match hovers around the median at about 60%. In FY 2018, it's 61.79%.
- Mandatory entitlement funding.

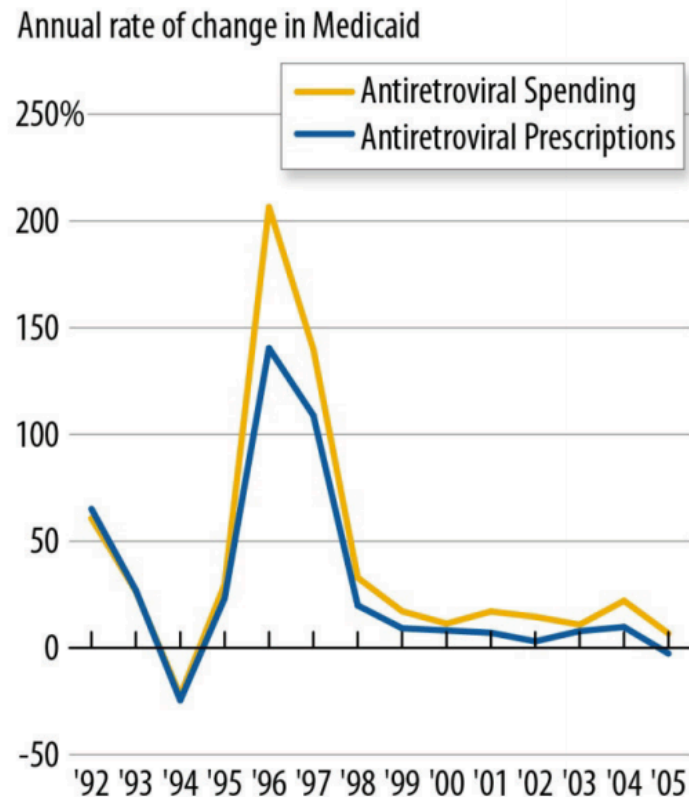


Medicaid Per Capita Caps Shift Costs to States



Medicaid Anti-Retroviral Drug Spending/ Use More Than Doubled

- The onset of the HIV/AIDS epidemic in the 1980s and early 1990s led to unexpected Medicaid costs.
- Anti-retroviral prescriptions increased from 170,000 to 3 million from 1991 to 2005.
- Anti-retroviral prescription spending increased from \$31 million to \$1.6 billion.

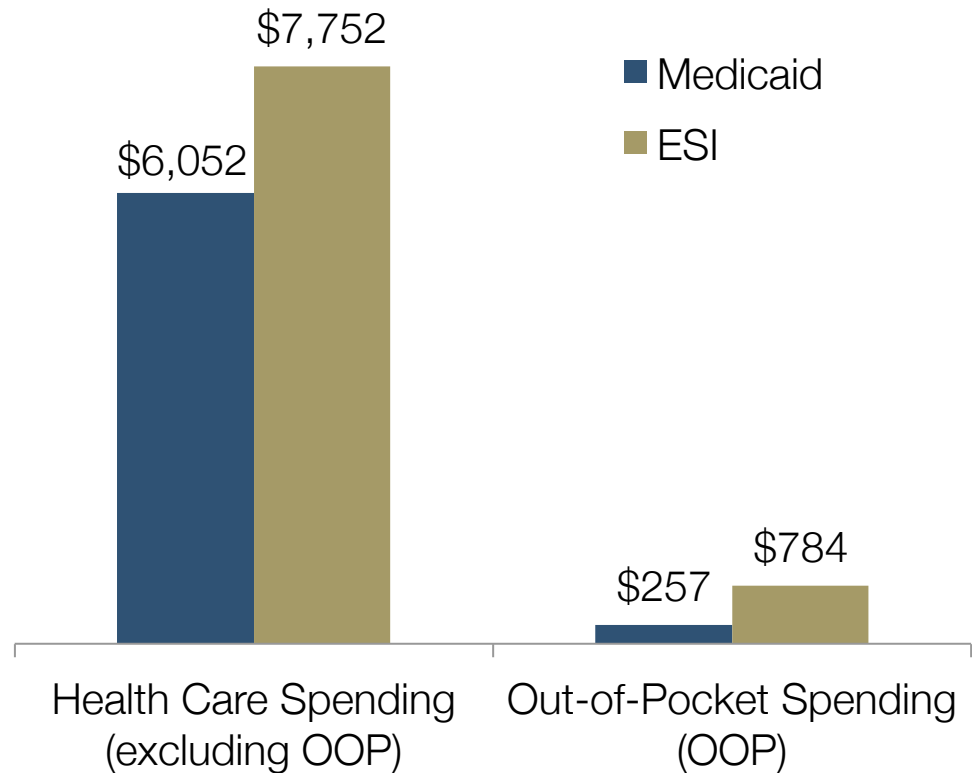


Would State Flexibility do the Trick?

- States already have flexibility over many things like: delivery system; provider rates.
- Medicaid is already very efficient and has low administrative costs (6%) which is less than that of private insurance.
- Provider rates are already low

Medicaid Is Efficient

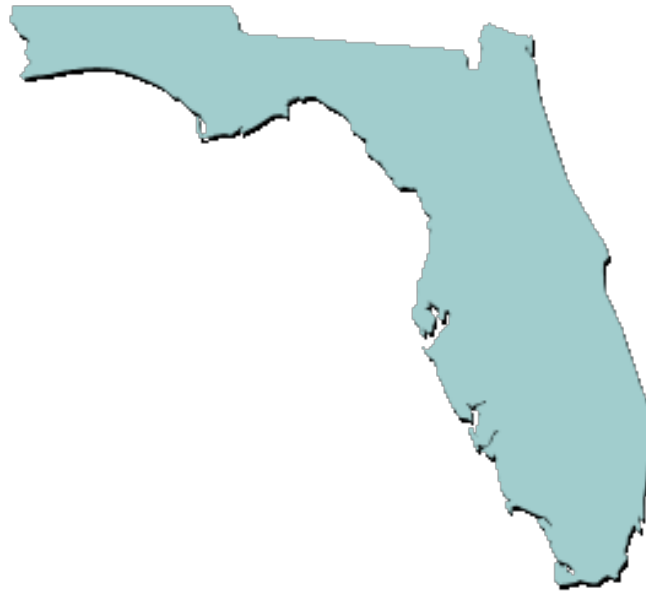
- Urban Institute modeled if Medicaid enrollees instead enrolled in ESI.
- Spending \$1,700 higher (28 percent) in ESI.
- Beneficiary out-of-pocket spending more than three times higher in ESI.



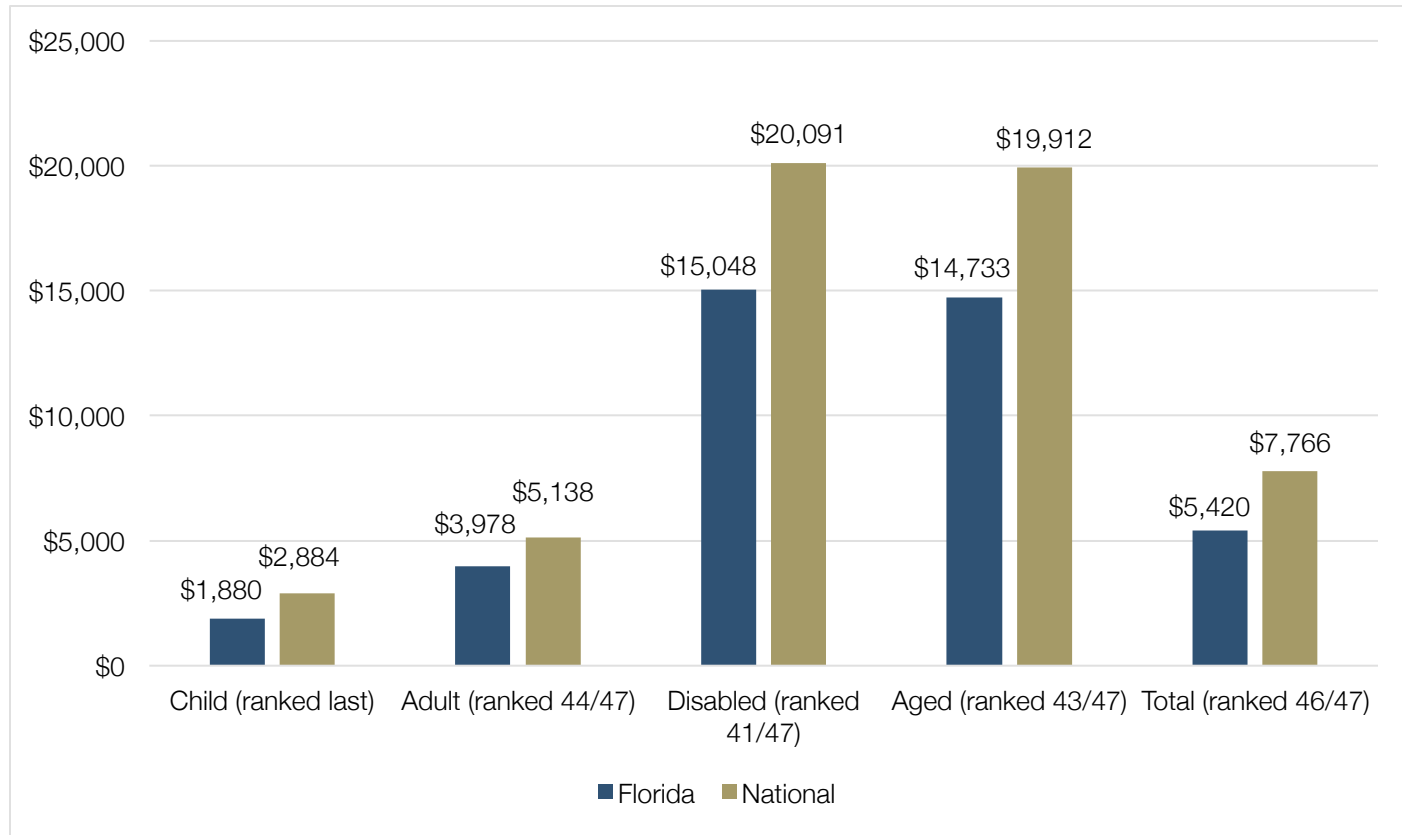
What Does State Flexibility Really Mean?

- New flexibility would come in areas like:
 - Entitlement/guarantee of coverage (waiting lists, caps, time limits);
 - Eligible populations i.e. limiting eligibility
 - Benefits (EPSDT) and cost sharing;
 - Other barriers to coverage i.e. work requirements, lockouts.

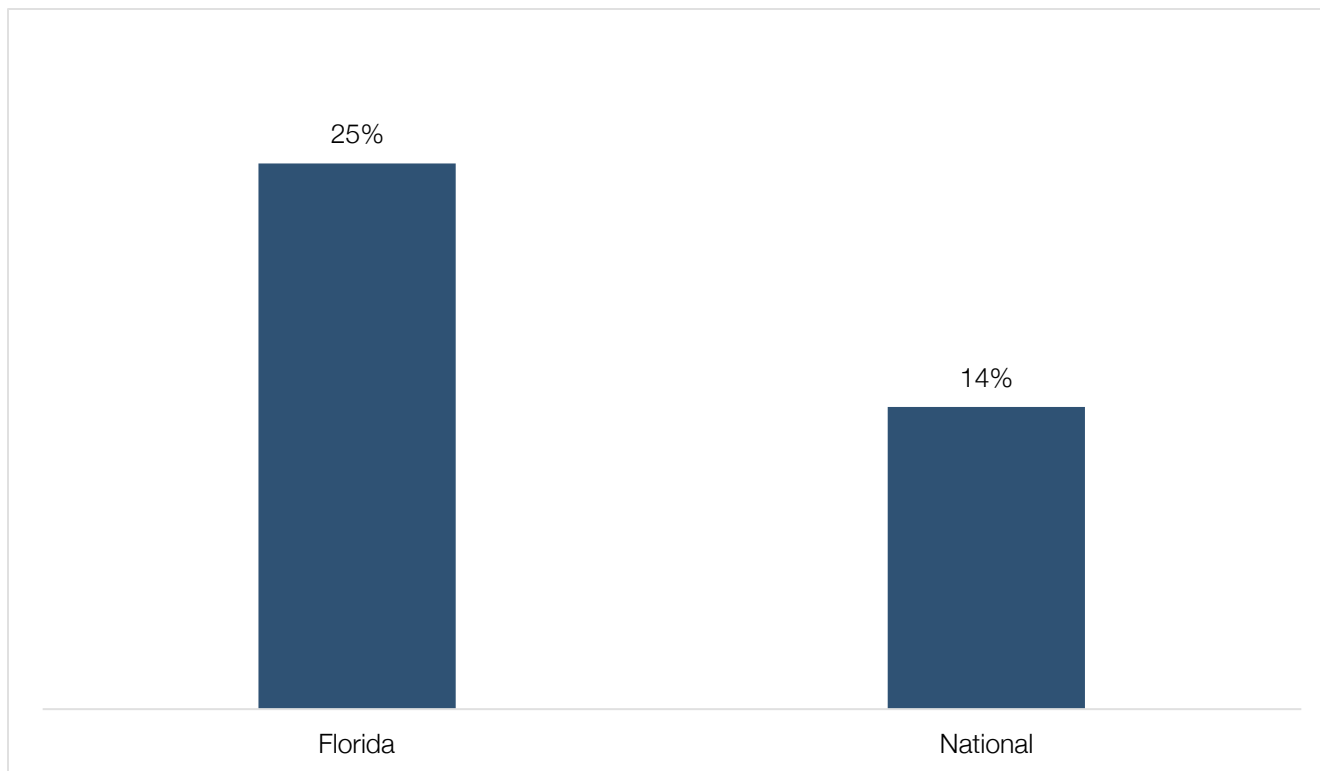
Why Florida Should be Especially Worried About Caps



Florida Medicaid Spending Per Full Benefit Enrollee, FY 2013



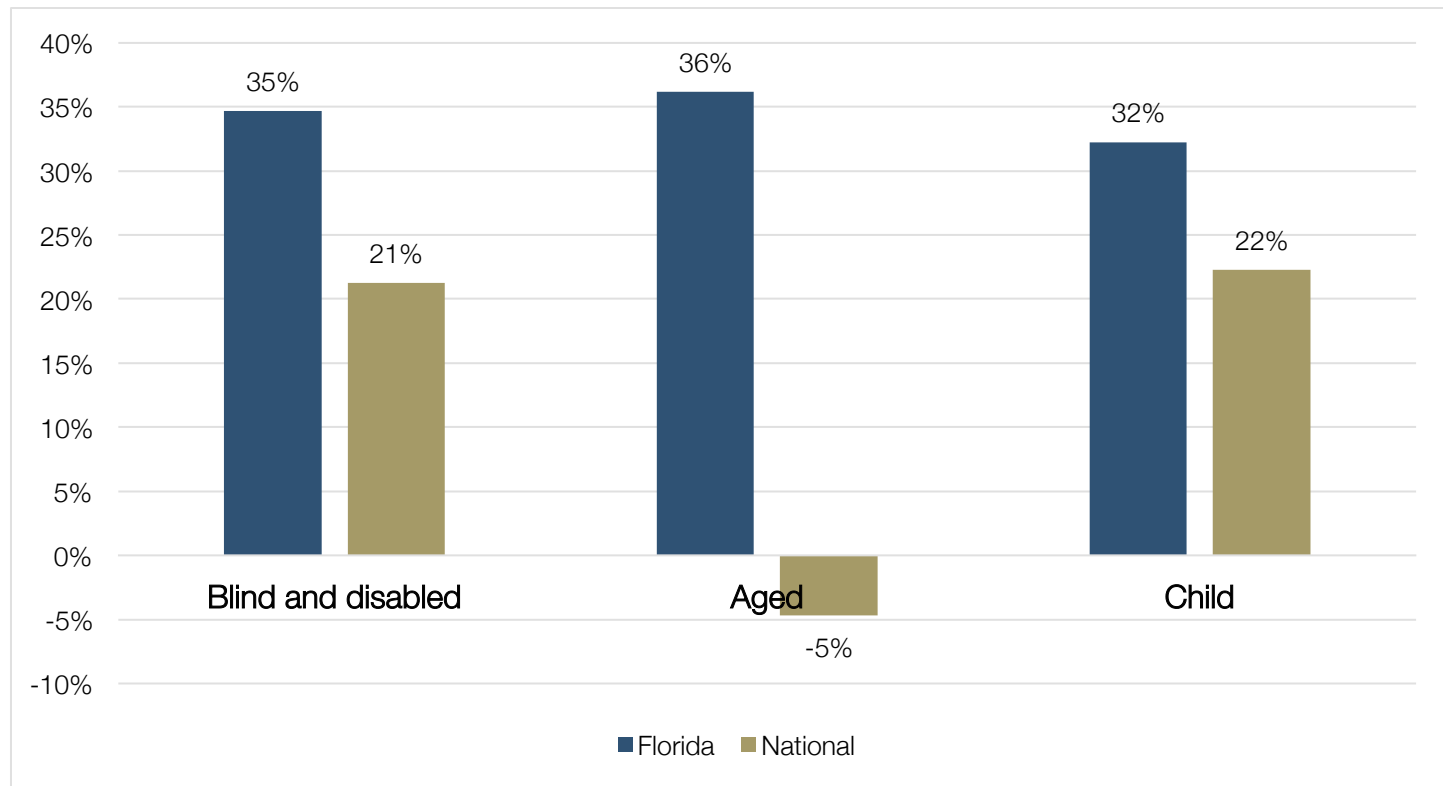
Low-Income Elderly Population Growth, 2006-2015



Florida Also Has High Growth in SSI Population

- Florida Ranks 6th in the U.S. for increase in SSI beneficiaries; 35% increase over the past ten years compared to US average of 17%.
- All SSI beneficiaries automatically eligible for Medicaid

Increase in SSI Beneficiaries, by Category, 2005-2015



Top 10 Florida Counties with Largest Increase in SSI Beneficiaries, 2005-2015

- Aged:
 - Lee
 - Collier
 - Indian River
 - Osceola
 - Palm Beach
 - Broward
 - Orange
 - Miami-Dade
 - Hillsborough
 - Hernando
- Blind and Disabled:
 - Osceola
 - Indian River
 - Flagler
 - Lake
 - Lee
 - Charlotte
 - Hernando
 - Collier
 - Manatee
 - Citrus

Want to Learn More?

- Visit our website ccf.georgetown.edu and sign up for our newsletter!
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The screenshot shows the website header with the logo for the Georgetown University Health Policy Institute Center for Children and Families. Navigation links include Topics, Say Ahhh! Blog, States, Research, and About Us, along with social media icons for Facebook, Twitter, and RSS. A search bar is located in the top right corner.

The main content area features several article teasers:

- Creating More Direct Pathways to Health Coverage in Colorado** (Guest)
- Boosting Developmental Screening Efforts in Pennsylvania** (Guest)
- Racial and Ethnic Disparities Persist in Mental Health Care for Children** (Say Ahhh!)
- The Covering All Kids Act is Smart Investment in Future of Illinois Kids & State** (Guest)
- Report Suggests Improved Outreach and Enrollment Efforts Directed at Very Poor Parents Needed** (Joan Alker)

A dark blue footer contains the text "Subscribe to Updates from our Team" and a "Sign Up" button.