



Advancing Children's Health Care in a Politically Charged Environment

June 28, 2017

Agenda

- Medicaid Policy Environment
- Advocacy
- Discussion



Our Challenges



- 30+ million children in Medicaid
- Medicaid cuts threatens effectiveness of program for children
- Budget solutions, not health care solutions
- Politically-charged environment

Our Strategy

- Focus on kids
- Provide solutions specific to children
- Navigate the political minefields effectively



GOP Three-Prong Health Care Reform

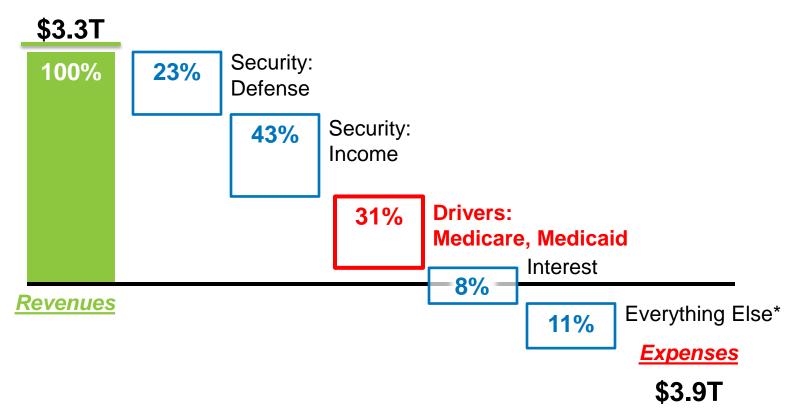


Budget Reconciliation:
American Health Care Act /
Better Care Reconciliation Act

Administrative Actions

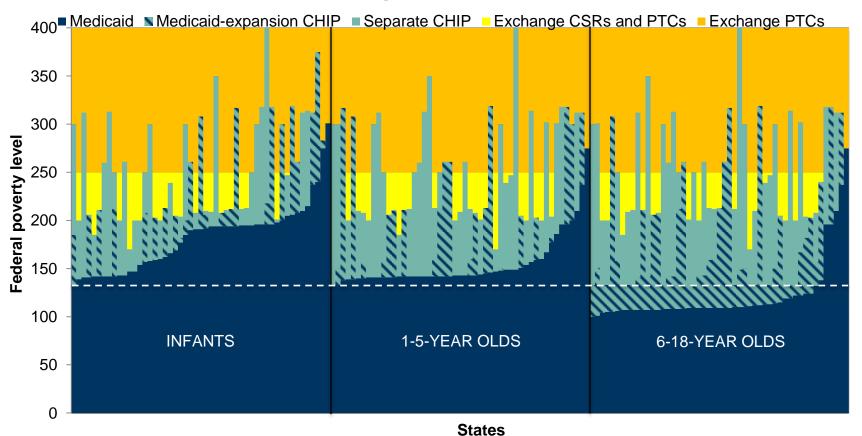
Bipartisan Legislation

Medicaid: Budget Target #1



^{*} Education, Transportation, Environment, Energy, etc.

Children's Coverage Landscape



Outlook: It's Make-or-Break Week for Obamacare Repeal

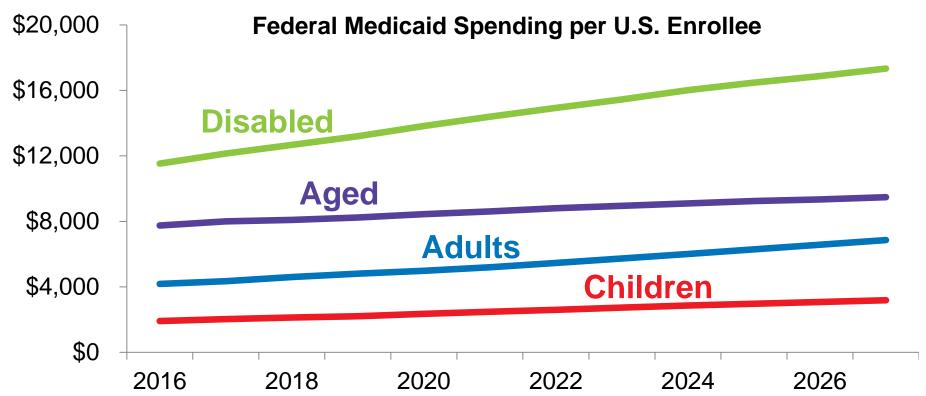
Senate GOP leaders have vowed to hold a roll call before the July 4th recess. Can they get 50 votes?



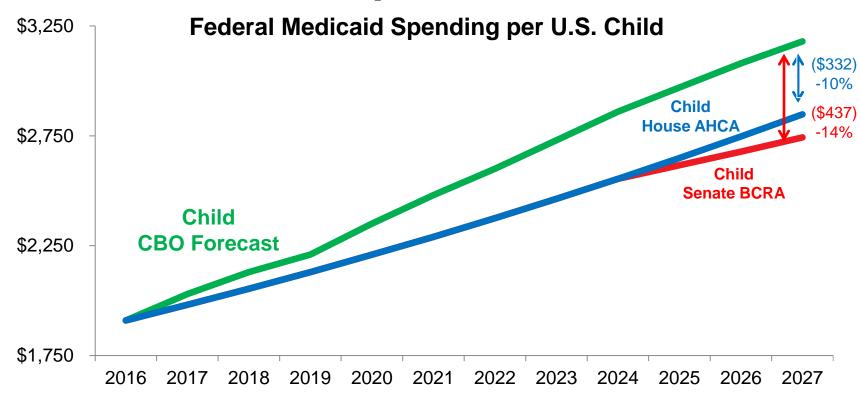
GOP Health Care Reform

Key Issues	American Health Care Act (House Bill)	Better Care Reconciliation Act (Senate Bill)
Medicaid Funding	Per capita cap for children with annual index of CPI-Medical	Per capita cap for children indexed to CPI-Medical, then to CPI in 2025
Disabled Children	Per capita cap with annual index of CPI-Medical +1%	Exempt from per capita cap
Block Grants	Provides state option for children, eliminating EPSDT	Exempt children from block grant
Provider Taxes	No provisions	Reduces provider tax from 6% to 5%
Medical Complexity	No provisions	Requires states to report to CMS using standard definition
CBO (Medicaid)	-\$834 billion	-772 billion

Medicaid: Entitlement Spending



Medicaid Reform Proposal



Impact of AHCA on Children Alarming

Avalere: Non-disabled children's Medicaid

- Cuts \$43 billion over 10 years (per capita)
- 2026 per child spending = 10 percent less
- Cuts \$78 billion over 10 years (block grant)

American Action Forum

2025 per child spending = 8.5 percent less



BCRA cuts Medicaid for 30 million kids



GOP Three-Prong Health Care Reform



Budget Reconciliation:
American Health Care Act /
Better Care Reconciliation Act

Administrative Actions

Bipartisan Legislation

Possible Medicaid Administrative Actions

- Secretary Tom Price on record as critical of Medicaid
- Seema Verma major proponent of state flexibility
- Authority to make changes administratively
 - Regulations rewrite or pull back
 - Enforcement/funding of implementation
 - Waivers
 - CMMI



National Journal

By: Erin Durkin May 23, 2017

GOP Governors Plow Ahead on Medicaid Cuts

- States begin to prepare for waiver request
 - Arkansas, Maine and Wisconsin
- States should start making changes their own systems

"The long-term solution is get rid of the national definition of health care, put that back down to the states." Senator Ron Johnson (R-WI)



GOP Three-Prong Health Care Reform



Budget Reconciliation:
American Health Care Act /
Better Care Reconciliation Act

Administrative Actions

Bipartisan Legislation

Potential Bipartisan Legislation



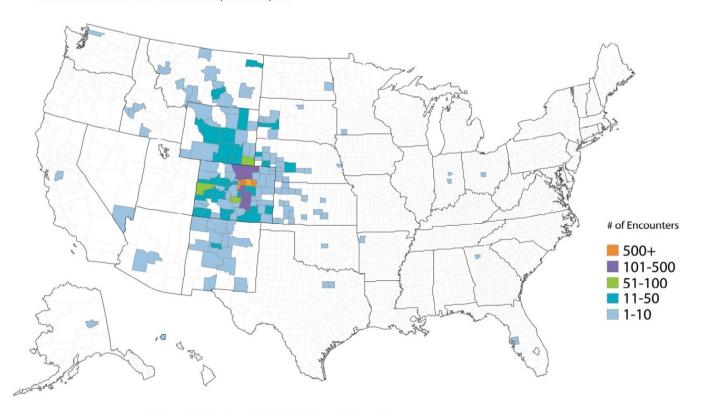
Children's Health Insurance Program (CHIP)

- Covers about 6 million children nationally
- Funding expires Oct. 1, 2017
- Support for extension
- Key questions What's included? What's the timing?

Timeframe	Without 23% Match	With 23% Match
Extend 2 years	saves \$2 billion	costs \$6 billion
Extend 4 years	saves \$1 billion	costs \$7 billion



COUNTIES OF RESIDENCE FOR PATIENTS WITH MEDICAL COMPLEXITY ON MEDICAID CHILDREN'S HOSPITAL COLORADO, DENVER, CO



Data Source: 2012 Discharges, Pediatric Health Information System database

Children with Medical Complexity



- 3 million children with medical complexity in the U.S.
 - Approximately 2 million of these kids are on Medicaid



- 6% of children on Medicaid and 40% of the costs
- Often cross state lines for care
- Have no national data tracking on care or costs
- Require tailored, intensive organized system of care

Advancing Care for Exceptional Kids Act (S. 428)

- Reintroduced in Senate on February 16 (17 cosponsors to date)
 - House planning to reintroduce
- Addresses challenges facing children with medical complexity identified by families and physicians
- Create a national framework for data, quality and outcomes
- Accelerate learnings on how to improve care/reduce costs
- Voluntary for states, families and providers
- Only proposal enabling national improvement necessary to impact millions of children with medical complexity



10-Year Medicaid Savings: \$13+ billion

CRG	(A) Targeted Efficiencies	(B) Moderate	(C) Moderate With Targeted Efficiencies
Baseline	\$698.7 billion	\$698.7 billion	\$698.7 billion
5b	-1.9%	-0.4%	-1.9%
6	-2.5%	-1.0%	-2.5%
7	-4.3%	-2.6%	-4.3%
8	-8.8%	0.0%	0.0%
9	-4.0%	0.0%	0.0%
Gross cost	-\$73.3 billion	-\$57.6 billion	-\$65.8 billion
% Gross	-10.5%	-8.2%	-9.4%
Net cost	-\$20.6 billion	-\$4.8 billion	-\$13.1 billion
% Net	-2.9%	-0.7%	-1.9%

Source: Dobson | DaVanzo analysis of FY2008 MSIS and Truven Health MarketScan® Multi-State Medicaid Database of Medicaid patients under 18 enrolled 2009-2011 with standardized 2011 payment data. Note: This model represents 33 states and DC, which comprised 78% of the total FY2008 Medicaid population for enrollees age 0-18. Program impact and savings figures therefore represent 78% of comparable figures in the National All-in model.

ACE Kids Act: Supporting Organizations































AMERICAN COLLEGE OF SURGEONS Inspiring Quality: Highest Standards, Better Outcomes





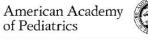




















Following

Jimmy talks to kids about health care...



Retweets 83

210

₩00000000



Recent Public Awareness



.@MishaCollins explains how Medicaid may have helped save his life as a kid — and why he's fighting to protect it.





this bill in the mail today from Ethan's most recent open heart

surgery.



National Day of Action & Other Recent Efforts



Boston Children's went live with members of our Government Relations staff discussing child health insurance coverage, specifically the impact of the proposed American Health Care Act (AHCA). Our experts covered our active role in advocating for better health care policies for children and the work Boston Children's Hospital is doing to ensure that our patients and families remain a part of the conversation in Washington. View the full discussion.

Our experts (left to right):... See More







thing when it comes to our children: take proposed cuts to health care coverage and

access for children off the table.



Speak Now for Kids

- Online network for advocates to connect with one another and learn about child health issues
- Ask legislators to take action on important child health policies
- Be a Champion for Children's Health!



SPEAK NOW FOR KIDS

No child should lose access to health care

If you'd like to unsubscribe, click here.



Matthew --

The U.S. Senate's new health reform legislation, the Better Care Reconciliation Act (BCRA), does not offer better care for kids.

Take Action



Contact Inform

Prefix *

First Name *

Last Name *

Email *

Phone *

Address *

Tell Your U.S. Senators to Oppose the Better Care Reconciliation Act

Unfortunately the U.S. Senate's health reform legislation, the Better Care Reconciliation Act (BCRA), is a major step backward for children and their health care. Coverage and benefits for more than 30 million children who rely on Medicaid would be threatened.

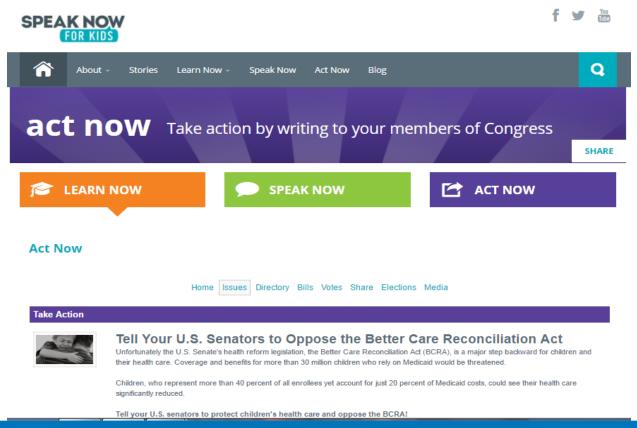
Children, who represent more than 40 percent of all enrollees yet account for just 20 percent of Medicaid costs, could see their health care significantly reduced.

Tell your U.S. senators to protect children's health care and oppose the BCRA!

Note: In the message to your U.S. senators, your state name will be automatically uploaded once you click on "Preview" or "Send."

ation	Message		
•	▼ United States Senators		
	RE: Vote "No" on the Better Care Reconciliation Act		
	Share why children's health care or Medicaid is important to you. (optional)		
	Children will be negatively affected by the Better Care Reconciliation Act (BCRA). At its core, the bill is a major step backward for «StateName»'s children and their health. If enacted, the BCRA would end Medicaid as an entitlement to coverage and treatment for more than 30 million children who would be subject to per capita caps and potential limits on their health care.		
	While the bill does attempt to mitigate some of the cuts included in the House-passed American		

http://SpeakNowForKids.Org/Act_Now





Questions