WHAT COVERAGE EXPANSION MEANS TO NORTHEAST FLORIDA

Moody Chisholm, CEO
St. Vincent’s HealthCare
Coverage expansion would benefit a diverse population of Floridians

- 77% are employed

- By occupation
  - Retail sales workers and cashiers
  - Restaurant and food service workers
  - Hotel workers
  - Construction workers
  - Landscapers and groundskeepers
  - Agricultural workers
  - Child care workers
  - Healthcare workers
Covering All Uninsured

- According to a 2008 Kaiser Commission Study, the Uninsured are more likely to:
  - Wait to get treatment, increasing cost of care
  - Declare Bankruptcy (Medical debt is leading cause)
  - Apply for Disability
  - Be less productive and pay fewer taxes
- Same study shows 75% of uninsured care costs are covered by taxpayers in one way or another
  - Remainder is spread over those paying for care and absorbed by hospitals in Charity Care and Bad Debt
Medicaid Financing
State FY 13-14: 50-Year History of Funding Support

~42%

~58%

Federal Share
Florida Share
Federal Share of Proposed Coverage Expansion Costs

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<thead>
<tr>
<th>Year</th>
<th>Coverage Expansion Costs</th>
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<tbody>
<tr>
<td>2014</td>
<td>100%</td>
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<td>2015</td>
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<td>2016</td>
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<td>2020</td>
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<td>2021</td>
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Concerns About Federal Support?

• Federal Government supports states in:
  • Crime Prevention
  • Education
  • Food Banks
  • Transportation
  • Many other programs and services

• States can Opt out later
Direct Costs/Benefits of Coverage Expansion in Florida 2014-2021

Federal Share

$51 Billion

Florida’s Share

$3 Billion

St. Vincent’s Healthcare

Capital Infusion Job Impact*

**121,000 new jobs**

- **Miami-Dade (23K+)**
- **Broward (12K+)**
- **Palm Beach (8K+)**
- **Orange (8K+)**
- **Hillsborough (7K+)**
- **Other Counties (63K+)**

*Economic Impacts of Extending Health Care Coverage in Florida, University of Florida, Food & Resource Economics Department, March 2013*
Local Impact of $51B Capital Infusion

- Estimated 6,200 job increase: Clay, Duval, and St. Johns
  - Health care and secondary employment
  - Finance and Insurance
  - Real Estate and Rentals
  - Administrative and Waste Services
  - Educational Services

- Hospital Systems represent Four of the Top 10 non-Governmental Employers in Jacksonville
  - Coverage supports Health Care providers in transition from fee-for-service to episode of care and health management models
Opting Out of Expansion Will Mean

- Failure to improve access to care
- Loss of federal funding
- Reduced DSH without coverage expansion
- Higher cost to local governments
- Failure to bring federal taxes home to Florida
- Loss of state general revenues (est. $2.5B)
- Subsidizing other states’ expansion benefits
- Loss of job creation opportunities
- Increased cost shifting to Florida businesses
What does coverage expansion mean to Florida?

- Increased employment in Duval, St. John’s, and Clay: +6,200
- $51 Billion in new federal funds
- 1M + reduction in the uninsured
- +$5.41 Billion add. state & local tax income
- +121,000 new jobs
Expanding Coverage is a good business decision for the state of Florida.