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6.2 Anticipated Impact from HR1 and California State Budget

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Anticipated Impact from HR1 and California State Budget

Policy	Federal/State	Enrollment Impact	Net Financial Impact FY25-26	Net Financial Impact FY26-27	Net Financial Impact FY27-28
<p>HR1: Medicaid Expansion population work requirement 1/1/2027</p> <p>Section 71119 Work requirement 80 hours per month for aged 19-64 Medi-Cal members will cause an estimated disenrollment of 67,000 members. At an estimated \$360 revenue per member month, the reduction of revenue is expected to be at \$290 million. As a result of Medi-Cal disenrollment, CCHP also expects to see a reduction of medical expense of \$276 million, which shall result an estimated net loss of \$14 million annually to CCHP. The biggest financial impact will be to the providers who see these members.</p>	Federal	-67,000 members		-\$7 million	-\$14 million
<p>SB 116 Enrollment freeze for full-scope Medi-Cal expansion to Undocumented Californians, adults aged 19 and older & copay 1/1/2026</p> <p>Enrollment freeze for full-scope Medi-Cal Expansion to Undocumented Californians, adult ages 19 and older will cause an estimated disenrollment of 15,000 members. At an estimated \$360 revenue per member month, the reduction of revenue is expected to be at \$65 million. As a result of Medi-Cal disenrollment, CCHP also expects to see a reduction of medical expense of \$62 million, which shall result an estimated net loss of \$3 million annually to CCHP. The biggest financial impact will be to the providers who see these members.</p>	State	-15,000 members	-\$1.5 million	-\$3 million	-\$3 million
Total Impact	Federal/State	-82,000 members	-\$1.5 million	-\$10 million	-\$17 million
All other policies have immaterial financial impact to CCHP					