August 29, 2024

Honorable Governor Gavin Newsom California Capitol 1021 O Street, Suite 9000 Sacramento, CA 95814

Dear Governor Newsom.

We greatly appreciate that the 2024-25 budget included funding to implement multiyear continuous Medi-Cal coverage for children ages 0 to 5. As a result, in 2026, an estimated 90,000 Medi-Cal children will be protected against unnecessarily losing their coverage, despite remaining eligible.

To meet the 2026 implementation date, the State must move forward now with important steps, such as submitting a request for federal approval, **as the window of opportunity to receive that approval may close at the end of this year**. The current federal administration supports and has approved multi-year continuous Medicaid coverage policies for children in other states. However, a possible change in administration next year could close that opportunity for California.

While the Department of Health Care Services (DHCS) has several requests pending federal review and approval, submitting this multi-year continuous coverage request now would not jeopardize the timeliness and approval of DHCS' other federal requests. Instead, it would merely put the request in the queue and allow time for the federal public comment period to begin upon submission. Because the multi-year continuous request has been approved in several other states previously, this request is not difficult or time-consuming to review. It will not impede negotiations with DHCS' existing requests. The federal agency could consider consolidating approval of California's continuous coverage with other states' similar policy requests.

Through the 2022-2023 budget, California was one of the first states in the country to adopt a multi-year continuous Medi-Cal enrollment (MYCE) protection for young children. This means that children under five can keep their Medi-Cal coverage without any annual redeterminations, which can cause loss of coverage often due to administrative hurdles. To preserve Medi-Cal coverage for young children beginning in January 2026, the intended start date, California funded this policy in the 2024-2025 final budget.

DHCS has already developed a draft federal request proposal and received public comment earlier this year. By submitting this federal request now under the current federal administration, California's multi-year continuous coverage policy could be implemented by the intended start date of January 2026. **DHCS should submit that federal request now for the current administration to review and approve it.** 

We do not want California's children to be left behind as similar policies are <u>being</u> <u>implemented or developed in 12 other states</u>, including Oregon, Washington, and New Mexico (federally approved); Minnesota, Colorado, Hawaii, New York, North Carolina, and Pennsylvania (pending federal approval); and Illinois, Ohio, and the District of Columbia (in development). We know California policymakers are committed to protecting children's Medi-Cal coverage and submitting a federal request as soon as possible allows this policy to remain viable for implementation.

Providing continuous Medi-Cal coverage is an important first step in achieving health equity for young children in California. Three-fourths of children covered by Medi-Cal are children of color. Medi-Cal is the primary source of coverage for children of color in California, and yet, Latine enrollees are more likely to lose their Medi-Cal coverage during the annual renewal process. By removing barriers to coverage and access, Medi-Cal can play a unique and critical role in addressing the structural racism that health disparities reveal.

Given your commitment to providing a healthy start for California's children, we strongly urge you to direct DHCS to submit its federal request now-not next year when the opportunity for approval may be lost indefinitely. Preserving and protecting children's Medi-Cal coverage is in your hands, please take advantage of this opportunity. Our organizations look forward to continued engagement with state partners on the timely implementation of this important protection.

Sincerely,

Abrazar, Inc.

Alliance for a Better Community

American Academy of Pediatrics, California

Asian Americans Advancing Justice Southern California

Asian Resources, Inc.

**Brooke Frost & Associates** 

Buen Vecino

CA Alliance of Child and Family Services

California Black Health Network

California Children and Families Commission (F5CA)

California Immigrant Policy Center

California Latinas for Reproductive Justice

California Pan-Ethnic Health Network

California School-Based Health Alliance (CSHA)

California WIC Association

Centro Binacional para el Desarrollo Indigena Oaxaqueño (CBDIO)

Child Care Resource Center

Children Now

Children's Specialty Care Coalition

Coalition for Humane Immigrant Rights, CHIRLA

CocoKids

Courage California

Early Matters Fresno

East Bay Refugee and Immigrant Forum

Family Voices of California

First 5 Association of California

First 5 Fresno County

First 5 Humboldt

First 5 Lassen

First 5 Los Angeles

First 5 Marin

First 5 Mendocino

First 5 Modoc

First 5 Mono

First 5 Orange County

First 5 Sacramento

First 5 San Benito

First 5 San Diego

First 5 San Mateo County

First 5 Santa Cruz County

First 5 Siskiyou Children and Families Commission

First 5 Solano

First 5 Tehama

First 5 Yolo

Fresno American Indian Health Project

Having Our Say Coalition

Health Access California

Healthy & Active Before 5

Healthy Contra Costa

Heluna Health

Inland Empire Immigrant Youth Collective

Kidango

Latino Coalition for a Healthy California

Los Angeles Unified School District

Lutheran Office of Public Policy-California

March of Dimes

Maternal Child Health Access

Multi-faith ACTION Coalition

National Center for Youth Law

National Council of Jewish Women CA

Pacific Clinics

**Public Counsel** 

Rising Communities

San Diego for Every Child

San Francisco Dept of Early Childhood/First 5 San Francisco

South Bay People Power

Southeast Asia Resource Action Center (SEARAC)

Sunset Youth Services

The Children's Partnership

The Latina Center

The Leukemia & Lymphoma Society

The Los Angeles Trust for Children's Health

The Primary School

United Latino Voices of Contra Costa county

Village Community Resource Center

Western Center on Law and Poverty

Westside Family Preservation Services Network

Cc: Secretary Mark Ghaly, California Health And Human Services Agency;

DHCS Director Michelle Baass;

Senate President Pro Tempore Mike McGuire;

Assembly Speaker Robert Rivas;

Assembly Budget Committee Chair Jesse Gabriel;

Assembly Budget Subcommittee #1 Chair Akilah Weber;

Senate Budget Committee Chair Scott Wiener;

Senate Budget Subcommittee #3 Chair Caroline Menjivar