September 14, 2021

The Honorable Chuck Schumer Senate Majority Leader U.S. Senate

The Honorable Ron Wyden
Chairman
Senate Committee on Finance

The Honorable Nancy Pelosi United States House of Representatives Washington, DC 20515

The Honorable Frank Pallone United States House of Representatives Washington, DC 20515

Dear Majority Leader Schumer, Speaker Pelosi, Chairman Wyden, and Chairman Pallone,

We, the undersigned organizations representing consumers, family members, providers, advocates, payers, and other stakeholders committed to strengthening peoples' access to high-quality health coverage and care across America, urge you to include language that requires 12-month continuous eligibility for children on Medicaid and the Children's Health Insurance Program (CHIP) in the reconciliation package currently under development.

Medicaid and CHIP provide critical health coverage to more than 80 million Americans, including 45 million children, as well as pregnant women, people with disabilities, the working poor, and senior citizens. These coverage programs are a lifeline for millions of American families. During the COVID-19 pandemic, Medicaid and CHIP have provided insurance against devastating illness and the financial consequences of the pandemic's economic downturn. Despite the importance of Medicaid and CHIP, serious issues must be addressed to stabilize coverage for the people they serve.

Collectively, we are concerned that millions of people enroll in Medicaid and CHIP each year only to subsequently <u>lose their coverage</u> – despite often still being eligible – because of the cycle of enrollment and disenrollment called "eligibility churn." <u>Eligibility churn</u> is caused by inefficient paperwork and other reporting requirements or temporary income fluctuations. As the nation has grappled with the COVID-19 pandemic over the past year and a half, Medicaid enrollees have been protected by the <u>continuous eligibility protection</u> built into the *Families First Coronavirus Relief Act's* funding increase to states, which has temporarily halted the eligibility churn for people with Medicaid coverage. Children and pregnant women on CHIP have not received that protection.

Typically, individuals on Medicaid are covered for nine and a half months of the year; children are covered for just 10 months. Despite an existing state option for 12-month continuous eligibility for children, only 23 states have implemented this policy in Medicaid and only 25 have done so in CHIP. Additional research demonstrates that low-income individuals experiencing income volatility and the resulting loss of Medicaid eligibility do not transition to other forms of insurance, such as Marketplace or employer-sponsored coverage, and instead become uninsured. Studies show that communities of color are the most likely to experience income volatility each year. We know that interruptions in coverage worsen health outcomes and lead to avoidable hospitalizations or emergency room care for mental health disorders, asthma, and diabetes. Coverage gaps also raise the average monthly cost of Medicaid and result in higher avoidable administrative costs for states, health care providers, and health plans.

A <u>2020 report</u> found that from 2016 through 2018 in the states that have adopted continuous eligibility for children in Medicaid, 294,000 children had at least one preventive care visit; 93,000 kids got the specialty care they needed; and 261,000 kids had no gaps in coverage.

The report also found that extending 12-month continuous eligibility from 24 to 50 states would:

- Increase the number of kids receiving specialty care by 87 percent, from 93,000 to 174,000.
- Roughly double preventative care visits for children, from 294,000 to 585,000.
- Roughly double the number of kids with no gaps in coverage, from 261,000 to 520,000.

A policy of continuous eligibility – specifically, a federal requirement to cover children in Medicaid and CHIP – will provide 12 months of continuous and stable enrollment and will also allow Medicaid and CHIP programs to operate more like private coverage and Medicare. Stability in Medicaid and CHIP coverage will cut bureaucracy for states conducting screening and eligibility determinations and relieve excessive burden on providers that strive to ensure their patients retain coverage and access to care. It will help health providers and plans more readily maintain continuity of care management, which is vital to keeping children healthier. Most importantly, continuous eligibility will lessen financial stress and offer steady access to needed care for children on Medicaid and CHIP and their families.

We were pleased to see the Administration again recognize the importance of continuous eligibility when they recently <u>extended the timeframe</u> for states to complete pending eligibility and enrollment actions to twelve months after the month in which the public health emergency ends. Now, we ask Congress to build on that policy and include continuous eligibility in the reconciliation package to improve coverage for our nation's children.

Sincerely,

National Organizations

AAHD

AASA, The School Superintendents Association

ACA Consumer Advocacy

Academic Pediatric Association

Academy of Managed Care Pharmacy

African American Health Alliance

AIDS Alliance for Women, Infants, Children, Youth &

Families

Alabaster

Allergy & Asthma Network

Alliance of Community Health Plans

American Academy of Family Physicians

American Academy of Pediatric Dentistry

American Academy of Pediatrics

American Association on Health and Disability

American College of Obstetricians and

Gynecologists

American College of Physicians

American College of Surgeons

American Dental Hygienists' Association

American Lung Association

American Medical Association

American Pediatric Society

American Public Health Association

Association for Community Affiliated Plans

Association of American Medical Colleges

Association of Asian Pacific Community Health

Organizations

Association of Clinicians for the Underserved

Association of Maternal & Child Health Programs

Association of Medical School Pediatric Department

Chairs

Catholic Health Association of the United States

The Cave Institute

Children's Health Fund

Children's Hospital Association

Children's Rights

Community Catalyst

Easterseals

Epilepsy Foundation

Epilepsy Information Service of Wake Forest School of

Medicine Families USA

Family Centered Treatment Foundation

Family Voices

First Focus Campaign for Children

Health Care Voices

Hemophilia Federation of America Housatonic Community College

The Jewish Federations of North America

Lakeshore Foundation

Lupus and Allied Diseases Association, Inc.

March of Dimes

The National Alliance to Advance Adolescent Health National Association for Children's Behavioral Health National Association of Pediatric Nurse Practitioners

National Association of Social Workers

National Coalition for Latinxs with Disabilities National Health Care for the Homeless Council National Health Council National Health Law Program National Immigration Law Center

National Network for Arab American Communities National Resource Center on Domestic Violence

National WIC Association Nemours Children's Health Parents as Teachers

Pediatric Policy Council

Planned Parenthood Federation of America Provincial Council Clerics of St. Viator (Viatorians)

RESULTS

SchoolHouse Connection
Society for Pediatric Research
United Way Worldwide
The Workers Circle
Young Invincibles
ZERO TO THREE

State/Local Organizations

Alabama

Alabama Chapter American Academy of Pediatrics

Alaska

AAP Alaska Chapter

Arizona

Arizona Chapter of the American Academy of Pediatrics Arizona Council of Human Service Providers Arizona Dental Hygienists' Association Child & Family Resources, Inc.

Arkansas

Arkansas Chapter, American Academy of Pediatrics

California

AAP California Chapter 2
AAP-Orange County Chapter

African American Wellness Center for Children & Families

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California Chapter 1, American Academy of Pediatrics

California Pan-Ethnic Health Network

Health Plan of San Mateo Inland Empire Health Plan Kern Health Systems

The Los Angeles Trust for Children's Health

Orange County United Way Postpartum Health Alliance San Francisco Health Plan Santa Clara Family Health Plan

Colorado

AAP Colorado

Colorado Consumer Health Initiative

The Consortium

Connecticut

CT Early Childhood Alliance

Florida

Florida Chapter of the American Academy of Pediatrics Florida Health Justice Project Florida Policy Institute Florida's Children First Hispanic Unity of Florida

Georgia

Georgia Chapter-American Academy of Pediatrics

Hawaii

AlohaCare

American Academy of Pediatrics, Hawaii Chapter

Idaho

Intermountain Healthcare

Illinois

Children's Home & Aid Erikson Institute Health & Medicine Policy Research Group Illinois Chapter, American Academy of Pediatrics

Indiana

Indiana Chapter of the American Academy of Pediatrics

Iowa

Common Good Iowa

Iowa Chapter of the American Academy of Pediatrics United Way of Johnson & Washington Counties

Kansas

Kansas Action for Children Kansas Chapter, American Academy of Pediatrics United Way of the Flint Hills

Kentucky

Kentucky Chapter of the AAP

Louisiana

St. John United Way United Way of Southwest Louisiana

Maine

Maine Chapter, American Academy of Pediatrics Opportunity Enterprises Incorporated

Maryland

Benedictine Sisters
Maryland Citizens' Health Initiative
Maryland Community Health System
Montgomery County Federation of Families for
Children's Mental Health

Massachusetts

MCAAP

Michigan

Michigan Association of Health Plans Michigan Chapter American Academy of Pediatrics

Minnesota

Gillette Children's Specialty Healthcare
Hennepin Health
Hennepin Healthcare System
Minnesota Association of County Health Plans
Minnesota Chapter - American Academy of Pediatrics
South Country Health Alliance
This is Medicaid Coalition

Mississippi

Mississippi Chapter, American Academy of Pediatrics

Missouri

A Red Circle
Bilingual International Assistant Services
Kids Win Missouri
Missouri Budget Project
Missouri Chapter, American Academy of Pediatrics

Montana

Montana Chapter of the American Academy of Pediatrics

Nebraska

Nebraska Chapter AAP

Nevada

Intermountain Healthcare

Nevada Chapter, American Academy of Pediatrics Children's Advocacy Alliance

New Hampshire

NHAAP

New Jersey

Family Voices NJ

New Jersey Association of Mental Health and Addiction Agencies, Inc.

New Jersey Chapter, American Academy of Pediatrics SPAN Parent Advocacy Network

New Mexico

New Mexico Pediatric Society

New York

AAP New York Chapter 1

Center for Independence of the Disabled, NY

NYS AAP - Chapter 2

NYS AAP - Chapter 3

Sisters of St. Dominic of Blauvelt, New York

North Carolina

Child Care Services Association

Goldsboro Pediatrics, PA

Interfaith Initiative for Social Justice

Jubilee Community

NC Pediatric Society

North Carolina Justice Center

Prevent Blindness North Carolina

Trillium Health Resources

North Dakota

North Dakota Chapter of the American Academy of Pediatrics

Ohio

The Ohio Council of Churches

Oklahoma

American Academy of Pediatrics - Oklahoma Chapter Oklahoma Institute for Child Advocacy

Oregon

CareOregon

Oregon Pediatric Society
Our Children Oregon

Pennsylvania

Allies for Children

PA Chapter, American Academy of Pediatrics Pennsylvania Partnerships for Children

Rhode Island

Neighborhood Health Plan of Rhode Island

South Carolina

SC Chapter of the AAP

Tennessee

Tennessee Health Care Campaign

Tennessee Justice Center

Texas

Access Esperanza Clinics Inc.

CHILDREN AT RISK

Coalition of Texans with Disabilities

Community Health Choice

Cook Children's Health Plan

Every Texan

The Good Life Outcomes Program, at Change Happens!

Harris Health System

Houston Women March On

Network of Behavioral Health Providers

PediPlace

Proyecto Azteca

Texans Care for Children

Texas Medical Association

Texas Pediatric Society, Texas Chapter of the AAP

TexProtects

United Way of Metropolitan Dallas

United Way of Southern Cameron County

UUFHCT

Utah

Association for Utah Community Health

Intermountain Healthcare

Voices for Utah Children

Vermont

American Academy of Pediatrics Vermont Chapter

Virginia

Social Action Linking Together (SALT) Virginia Chapter, American Academy of Pediatrics Virginia Coalition of Latino Organizations Virginia Poverty Law Center

Washington

Community Health Plan of Washington Northwest Harvest

West Virginia

West Virginians for Affordable Health Care

Wisconsin

Children's Community Health Plan Wisconsin Council of Churches

Wyoming

Foundation for the Episcopal Diocese of Wyoming