



# Geiger Gibson / RCHN Community Health Foundation Research Collaborative

### Policy Research Brief # 39

Community Health Centers and Their Role for Patients Enrolled in the Children's Health Insurance Program (CHIP)

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## About the Geiger Gibson / RCHN Community Health Foundation Research Collaborative

The Geiger Gibson Program in Community Health Policy, established in 2003 and named after human rights and health center pioneers Drs. H. Jack Geiger and Count Gibson, is part of the Milken Institute School of Public Health at The George Washington University. It focuses on the history and contributions of health centers and the major policy issues that affect health centers, their communities, and the patients that they serve.

The RCHN Community Health Foundation is a not-for-profit operating foundation established to support community health centers through strategic investment, outreach, education, and cutting-edge health policy research. The only foundation in the U.S. dedicated solely to community health centers, RCHN CHF builds on a long-standing commitment to providing accessible, high-quality, community-based healthcare services for underserved and medically vulnerable populations. The Foundation's gift to the Geiger Gibson program supports health center research and scholarship.

Additional information about the Research Collaborative can be found online at <a href="http://publichealth.gwu.edu/projects/geiger-gibson-program-community-health-policy">http://publichealth.gwu.edu/projects/geiger-gibson-program-community-health-policy</a> or at <a href="mailto:rchnfoundation.org">rchnfoundation.org</a>.

#### Overview

The Children's Health Insurance Program (CHIP) provides access to affordable health insurance coverage for millions of people. In FY 2013, over 8 million individuals, more than 97% of whom were children, were enrolled in CHIP at some point during the year. Medicaid and CHIP together insure over 37 percent of all U.S. children.<sup>2</sup>

The families that depend on CHIP are overwhelmingly low income: in about two thirds of all states, the upper income eligibility standard for CHIP is slightly more than twice the federal poverty level (slightly more than \$40,000 for a family of three in 2015). Low income families are significantly more likely than non-low income families to reside in medically underserved urban and rural communities that experience elevated health risks and a shortage of primary health care. For this reason, the nation's more than 1,200 community health centers provide an important source of health care for CHIP-enrolled patients.

Furthermore, low income families are likely to experience frequent income fluctuations throughout the year as a result of changes in work hours. In states that administer CHIP as a separate program either in whole or in part, CHIP beneficiaries may experience churn; that is, they may move between Medicaid and CHIP multiple times over the course of a year. Since health centers play such a vital role in caring for Medicaid beneficiaries, importance to medically underserved families whose incomes hover between Medicaid and CHIP – the poorest CHIP families – is noteworthy.

Table 1 presents data on the number of health center patients who are Medicaidenrolled children (the US total excludes the territories) or individuals enrolled in CHIP, either through the CHIP Medicaid expansion option or through a separately administered CHIP program. Table 1 draws its data from the Uniform Data System

<sup>&</sup>lt;sup>1</sup> Medicaid and CHIP Payment and Access Commission (MACPAC). (2014). Report to the Congress on Medicaid and CHIP. Table 3. <a href="https://a7d050c2-a-10078ef1-s-">https://a7d050c2-a-10078ef1-s-</a>

sites.googlegroups.com/a/macpac.gov/macpac/reports/2014-03-

<sup>14</sup> Macpac Report.pdf?attachauth=ANoY7cpzMs0L9yGORKRP0yO7PV3ezRei5mY0OzmjLK 35zcZdAZT40jGq 1uj6fNn7Z-g QBqFWhvQyRj0aB4IQVqPIY42vL0P5s0V0aZQ0mwWiYuL BL0RX3mE g2U0P-

 $<sup>\</sup>frac{n9KzYUru7hqLSy5AWRTdTXn0Xmca3EJ7Dnf9cKTYHw0jEFmJw9lZndsIm7UQk95B6cuEjdT\ YCa19ZwhAVOo\ 2Wtuwpby6CUvauLjsJ5SUZ6esXSlSugoBM%3D\&attredirects=0$ 

<sup>&</sup>lt;sup>2</sup> MACPAC. MACStats (2014) Part Two <a href="https://a7d050c2-a-10078ef1-s-">https://a7d050c2-a-10078ef1-s-</a>

sites.googlegroups.com/a/macpac.gov/macpac/macstats/2014\_06\_MACStats.pdf?attachauth=ANoY7cqqnjJW RLb-ra4YdX0f1PnckhsqKvWAnn8bLi 19P4-

vX3NkNOXdllj8ZblcWxhGJAU8DbnsHJXEFSNLdATihsTf8a6D0gMtaZ0gUdNDhxWA\_8ez\_6ZxLRCrYyqYb385H QljMzVTQIa9vSepqXtfeYxR1jO1Du\_Zrdul-dH7kWzEhbBk-qLmfEQJBAoxOWeP2SKB3pu7sVKE-UN5xxf7u23u0IB\_2qXRfnIOVwORKHJ3DFrqsk%3D&attredirects=0

<sup>&</sup>lt;sup>3</sup> Czajka, J. L. (2012). Movement of children between Medicaid and CHIP, 2005 to 2007. *Final report to the Centers for Medicare & Medicaid Services.* Washington, DC: Mathematica Policy Research.

http://www.cms.gov/Research-Statistics-Data-and-Systems/Computer-Data-and-

Systems/MedicaidDataSourcesGenInfo/Downloads/Medicaid and CHIP Transitions.pdf

(UDS), a federal reporting system covering all health centers. Eight in ten (81 percent) CHIP-enrolled health center patients were children age 0-17 and 19 percent were ages 18 and older.

Table 1. Medicaid-enrolled children and CHIP-enrolled individuals served by community health centers, 2013

|                 | CHC pat   | ients calenda |             |            |               |           |
|-----------------|-----------|---------------|-------------|------------|---------------|-----------|
|                 | enrolled  | children and  |             |            |               |           |
|                 | (Medicaid | expansion ar  | Total state | Percentage |               |           |
|                 | Medicaid  |               | CHC CHIP    | Total CHC  | CHIP          | of CHIP   |
|                 | children  | CHC CHIP/     | Separate    | CHIP       | enrollment    | enrollees |
|                 | ages 0-17 | Medicaid      | program     | enrollment | (FY 2013) all | served by |
| State           |           | all ages      | all ages    | all ages   | ages          | CHCs      |
| AL              | 60,329    | 423           | 1,626       | 2,049      | 113,490       | 1.8%      |
| AK              | 9,713     | 6,335         | 0           | 6,335      | 16,566        | 38.2%     |
| AZ <sup>4</sup> | 97,039    | 2,010         | 0           | 2,010      | 80,238        | 2.5%      |
| AR              | 23,173    | 7,962         | 0           | 7,962      | 119,726       | 6.7%      |
| CA              | 883,427   | 13,915        | 31,241      | 45,156     | 1,603,283     | 2.8%      |
| CO              | 131,981   | 205           | 17,141      | 17,346     | 131,042       | 13.2%     |
| СТ              | 80,159    | 1,876         | 12          | 1,888      | 18,999        | 9.9%      |
| DE              | 6,764     | 195           | 0           | 195        | 13,180        | 1.5%      |
| DC              | 30,384    | 0             | 0           | 0          | 9,057         | 0.0%      |
| FL              | 268,841   | 7,217         | 10,504      | 17,721     | 473,415       | 3.7%      |
| GA              | 53,694    | 1,066         | 0           | 1,066      | 269,906       | 0.4%      |
| HI              | 32,312    | 0             | 0           | 0          | 30,979        | 0.0%      |
| ID              | 16,553    | 0             | 0           | 0          | 45,791        | 0.0%      |
| IL              | 350,563   | 19,378        | 0           | 19,378     | 337,097       | 5.7%      |
| IN              | 107,663   | 7,176         | 806         | 7,982      | 152,415       | 5.2%      |
| IA              | 41,220    | 44            | 387         | 431        | 83,670        | 0.5%      |
| KS              | 32,449    | 2,176         | 448         | 2,624      | 76,164        | 3.4%      |
| KY              | 56,402    | 4,836         | 0           | 4,836      | 84,069        | 5.8%      |
| LA              | 62,125    | 5             | 0           | 5          | 149,968       | 0.0%      |
| ME              | 23,527    | 1             | 0           | 1          | 29,712        | 0.0%      |
| MD              | 70,056    | 3,465         | 185         | 3,650      | 135,454       | 2.7%      |
| MA              | 101,982   | 0             | 1           | 1          | 148,719       | 0.0%      |
| MI              | 140,308   | 6,290         | 0           | 6,290      | 89,670        | 7.0%      |
| MN              | 26,838    | 0             | 0           | 0          | 3,835         | 0.0%      |
| MS              | 54,188    | 1,361         | 6,410       | 7,771      | 93,120        | 8.3%      |
| МО              | 120,205   | 700           | 0           | 700        | 92,918        | 0.8%      |

<sup>&</sup>lt;sup>4</sup> Arizona ended its CHIP program in 2014.

|          | _         | ients calenda |             |                |               |           |
|----------|-----------|---------------|-------------|----------------|---------------|-----------|
|          |           | children and  |             |                |               |           |
|          | •         | expansion an  | Total state | Percentage     |               |           |
|          | Medicaid  |               | CHC CHIP    | Total CHC      | CHIP          | of CHIP   |
|          | children  | CHC CHIP/     | Separate    | CHIP           | enrollment    | enrollees |
|          | ages 0-17 | Medicaid      | program     | enrollment     | (FY 2013) all | served by |
| State    |           | all ages      | all ages    | all ages       | ages          | CHCs      |
| MT       | 8,414     | 716           | 885         | 1,601          | 31,496        | 5.1%      |
| NE       | 13,863    | 0             | 0           | 0              | 55,783        | 0.0%      |
| NV       | 16,042    | 0             | 0           | 0              | 20,277        | 0.0%      |
| NH       | 10,129    | 1,345         | 0           | 1,345          | 19,450        | 6.9%      |
| NJ       | 73,255    | 60,157        | 1,478       | 61,635         | 390,769       | 15.8%     |
| NM       | 42,757    | 476           | 0           | 476            | 24,158        | 2.0%      |
| NY       | 353,586   | 0             | 50,081      | 50,081         | 490,114       | 10.2%     |
| NC       | 66,497    | 4,339         | 31          | 4,370          | 283,572       | 1.5%      |
| ND       | 3,794     | 79            | 64          | 143            | 11,281        | 1.3%      |
| ОН       | 118,973   | 9             | 0           | 9              | 286,817       | 0.0%      |
| ОК       | 38,451    | 0             | 0           | 0              | 147,911       | 0.0%      |
| OR       | 79,598    | 0             | 0           | 0              | 128,061       | 0.0%      |
| PA       | 125,828   | 964           | 7,399       | 8,363          | 267,073       | 3.1%      |
| RI       | 30,851    | 0             | 0           | 0              | 26,926        | 0.0%      |
| SC       | 76,785    | 0             | 404         | 404            | 76,191        | 0.5%      |
| SD       | 6,146     | 3,889         | 0           | 3,889          | 17,632        | 22.1%     |
| TN       | 65,851    | 0             | 450         | 450            | 106,473       | 0.4%      |
| TX       | 208,185   | 3,116         | 41,959      | 45,075         | 1,034,613     | 4.4%      |
| UT       | 14,284    | 38            | 2,236       | 2,274          | 63,001        | 3.6%      |
| VT       | 15,697    | 0             | 0           | 0              | 7,393         | 0.0%      |
| VA       | 35,221    | 6,956         | 0           | 6,956          | 201,547       | 3.5%      |
| WA       | 226,167   | 1,562         | 182         | 1,744          | 44,073        | 4.0%      |
| WV       | 51,114    | 449           | 6,218       | 6,667          | 37,065        | 18.0%     |
| WI       | 90,348    | 0             | 0           | 0              | 167,292       | 0.0%      |
| WY       | 1,614     | 94            | 0           | 94             | 8,815         | 1.1%      |
| Total US | 4,655,345 | 170,825       | 180,148     | <b>350,973</b> | 8,350,266     | 4.2%      |

Source: GWU analysis of 2013 UDS data; MACPAC. (2014). Report to the Congress on Medicaid and CHIP. Table 3. CHIP Enrollment by State, FY 2013

Nationally, in 2013, health centers served about one in every 25 CHIP-enrolled individuals (350,973 out of 8.35 million total beneficiaries). By contrast, based on the number of children enrolled in Medicaid in FY2011 (32 million),<sup>5</sup> we estimate that health

<sup>&</sup>lt;sup>5</sup> Medicaid and CHIP Payment and Access Commission (MACPAC). (2014). Report to the Congress on Medicaid and CHIP. Table 2. <a href="https://a7d050c2-a-10078ef1-s-">https://a7d050c2-a-10078ef1-s-</a>

centers served 15% of children enrolled in Medicaid (one in seven children receiving Medicaid). These figures underscore the heavily impoverished nature of health center patients, with the great majority having family incomes that place their children within mandatory Medicaid eligibility range.

Although health centers' role in CHIP is more modest, the U.S. totals mask certain important considerations. First, health centers' importance to CHIP fluctuates significantly from state to state; health centers play an important role in certain states whose residents face extensive medical underservice challenges (e.g., Alaska). Indeed, the data suggest that health centers play a key role in certain states. In seven states (Alaska, Colorado, Connecticut, New Jersey, New York, South Dakota, and West Virginia), health centers served one in ten CHIP beneficiaries or greater.

Second, the data suggest that health centers may play a more important role in states that administer their CHIP programs as a Medicaid expansion (in whole or in part) as well as for the lowest income CHIP families whose incomes may fluctuate between Medicaid and CHIP. Because health centers play such a significant role in Medicaid, their services may be of special importance for children whose family incomes sit close to the CHIP/Medicaid divide throughout the year. Similarly, health centers could be expected to be particularly important for patients whose CHIP coverage is derived through a Medicaid expansion given lower participation rates by private physicians in Medicaid. For example, in North Carolina, health centers served over 4,300 enrollees whose CHIP coverage was through Medicaid, but only 31 enrollees covered under the state's separate CHIP program. Similar patterns can be seen in Arkansas, Connecticut, Illinois, Indiana, Kansas, Kentucky, Maryland, Minnesota, New Jersey, North Carolina, South Dakota, Virginia, and Washington State. (At the same time, Table 1 also shows that about half of all CHIP-enrolled health center patients are covered through separately administered CHIP programs).

### **Implications**

As they do for Medicaid beneficiaries, health centers are instrumental for health care access under CHIP, serving one in 25 CHIP beneficiaries nationally but a far greater proportion of the CHIP population in certain states. Their role in CHIP may be especially important for families whose incomes fluctuate between Medicaid and CHIP, CHIP families living in medically underserved communities, and CHIP families in states that administer CHIP as a Medicaid expansion, in whole or in part.

sites.googlegroups.com/a/macpac.gov/macpac/reports/2014-03-

<sup>14</sup> Macpac Report.pdf?attachauth=ANoY7cpzMs0L9yGORKRP0yO7PV3ezRei5mY0OzmjLK 35zcZdAZT4OjGq 1uj6fNn7Z-g QBqFWhvQyRj0aB4IQVqPIY42vLOP5s0VOaZQ0mwWiYuL BL0RX3mE g2UOP-n9KzYUru7hqLSy5AWRTdTXn0Xmca3EJ7Dnf9cKTYHw0jEFmJw9IZndsIm7UQk95B6cuEjdT YCa19ZwhAVOo 2Wtuwpby6CUvauLjsJ5SUZ6esXSISugoBM%3D&attredirects=0

The data presented in this issue brief underscore the relationship between CHIP and health centers. This relationship carries policy implications for the future of both CHIP funding and sustained grant funding for health centers, because of their interdependent nature. In the case of CHIP, health centers' presence in medically underserved communities is a means of ensuring appropriate access to care, especially the lowest income CHIP families. For health centers, continued CHIP funding directly affects their ability to deliver high quality, appropriate health care for their patients.