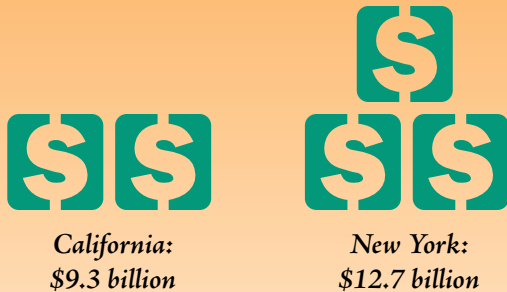


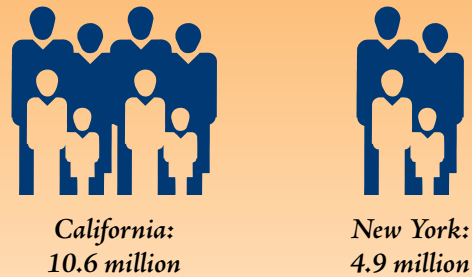


THE MEDICAID FUNDING IMBALANCE: California is feeling the squeeze

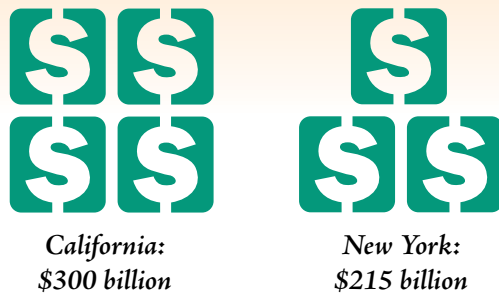
1. California receives \$3.4 billion less in federal Medicaid assistance² than New York.



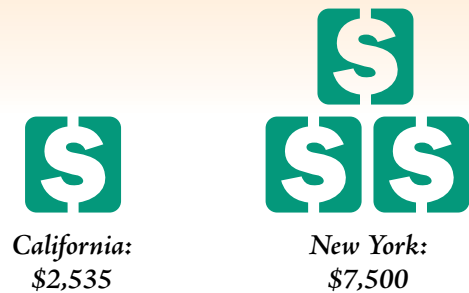
2. California's Medicaid enrollment is 5.7 million more than New York's².



3. And California pays \$85 billion more in federal taxes than New York¹.



4. California ranked last in the U.S. (New York ranked 2nd) for Medicaid enrollee payments in 2004².



Why is California last in Medicaid reimbursements?

Where is the money going? THE SQUEEZE: CALIFORNIA PAYS MORE, GETS LESS

- 1. Fewer health care providers.** 61% of Medi-Cal Patients in California say they can't find a doctor who will take Medi-Cal.
- 2. Higher private insurance premiums.** To make up for the shortfall in payments, hospitals and doctors pass the cost of uncompensated care to private paying patients. This results in an average of 10-20% higher insurance premiums.
- 3. Waiting for care.** Budgetary expenditures determine the number of Medi-Cal patients that can be enrolled a given year.