Health Reform in New Jersey

Covering New Jersey Kids and Families in the Era of Healthcare Reform
New Jersey Hospital Association, HRET of NJ

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Sources

Jose Nova contributed to the analysis of American Community Survey (ACS) data

Kristen Lloyd, Jose Nova, Joel Cantor, and Susan Brownlee contributed to design and analysis of the New Jersey Family Health Survey (NJFHS)

The NJFHS was funded by the Robert Wood Johnson Foundation
Questions

• How will the ACA affect coverage in New Jersey?
• Who is uninsured in New Jersey?
• Who will be hardest to reach?
Change in Coverage in New Jersey Under the ACA
Non-Elderly, based on 2009 ACS

Source: Cantor, Gaboda, Nova, Lloyd, August 2011
• Non-group health insurance will increase from 2.8% to 7.6% of the non-elderly after implementation of a health exchange
• Medicaid/NJ FamilyCare will increase from 13.6% to 16.7% of the non-elderly
• 65,000-75,000 would be eligible for a NJ Basic Health Plan (BHP)
Who are the New Jersey uninsured eligible for coverage under the ACA?

• There are fewer uninsured children than in 2009, but 69,000 more uninsured ages 19-64.

• 6.3% of those 0-18 and 18.4% of those 19-64 are uninsured.

• Out of these, 80,000 children and 629,000 adults are below 200% of the Federal Poverty Guideline.

Serious Mental Illness (SMI) and Substance Use Disorder (SUD) among NJ Adults 18-64

SAMHSA estimates of individuals with SMI and SUD, based on 2008-2010 National Survey of Drug Use and Health and 2010 American Community Survey
Who is Likely to Remain Uninsured?

- Eligible for Medicaid but choose not to enroll, mostly non-parent adults
- Unauthorized immigrants not eligible
- Affordability (premium over 9.5% of income) and other exemptions
- Pay penalty rather than buy coverage

Source: Hall and Buettgens, RWJF/Wake Forrest University/Urban Institute, March 2011
New Jersey Uninsured by Age Group
Non-Elderly, 2009 New Jersey Family Health Survey

Uninsured Rate

Composition of Uninsured

<table>
<thead>
<tr>
<th>Age Group</th>
<th>Uninsured Rate</th>
</tr>
</thead>
<tbody>
<tr>
<td>&lt;19</td>
<td>6.3%</td>
</tr>
<tr>
<td>19-30</td>
<td>31.1%</td>
</tr>
<tr>
<td>31-49</td>
<td>14.5%</td>
</tr>
<tr>
<td>50-64</td>
<td>11.6%</td>
</tr>
</tbody>
</table>

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<tr>
<td>&lt;19</td>
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<td>33.8%</td>
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<td>31-49</td>
<td>17.8%</td>
</tr>
<tr>
<td>50-64</td>
<td>13.0%</td>
</tr>
</tbody>
</table>
Uninsured Rate by Income and Race/Ethnicity
Non-Elderly, 2009 New Jersey Family Health Survey

- <139%: 37.2%
- 139%-400%: 20.5%
- >400%: 4.6%
- White (NH): 8.3%
- Black (NH): 17.5%
- Hispanic: 37.4%
- Other: 6.5%
Uninsured Rate by Nativity and Citizenship
Non-Elderly, 2009 New Jersey Family Health Survey

Nativity of Child/Parents

- US child/US parents: 4.2%
- US child/Foreign parent: 5.9%
- Foreign parent: 33.8%

Adult Nativity, Citizenship, Time in US

- US: 12.9%
- Naturalized: 16.1%
- Non-Citizen (<5 yrs): 41.9%
- Non-Citizen (>=5 yrs): 70.7%
Coverage-Related Attitudes
Non-Elderly Adults, 2009 New Jersey Family Health Survey

*Asked of household respondent only, applied to all household members

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Percent with “Weak” Preferences by Coverage and Income
Non-Elderly, 2009 New Jersey Family Health Survey

<table>
<thead>
<tr>
<th>Coverage and Income Level</th>
<th>Insurance Unnecessary (%)</th>
<th>Public/Free Clinic Fine (%)</th>
<th>Risk Taker (%)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Private</td>
<td>7.6</td>
<td>25.9</td>
<td>42.6</td>
</tr>
<tr>
<td>Public</td>
<td>18.7</td>
<td>39.4</td>
<td>69.2</td>
</tr>
<tr>
<td>Uninsured &lt;139%FPL</td>
<td>20.4</td>
<td>41.4</td>
<td>53.4</td>
</tr>
<tr>
<td>Uninsured 139%-400%FPL</td>
<td>25.8</td>
<td>44.9</td>
<td>69.7</td>
</tr>
<tr>
<td>Uninsured &gt;400%FPL</td>
<td></td>
<td></td>
<td>68.3</td>
</tr>
</tbody>
</table>

Insurance Coverage and Federal Poverty Level of Uninsured
Percent with “Weak” Preferences by Coverage and Income
Non-Elderly, 2009 New Jersey Family Health Survey

"Weak" Preferences on at Least Two Attitude Measures

<table>
<thead>
<tr>
<th>Insurance Coverage</th>
<th>% of Uninsured</th>
</tr>
</thead>
<tbody>
<tr>
<td>Private</td>
<td>15.6%</td>
</tr>
<tr>
<td>Public</td>
<td>38.5%</td>
</tr>
<tr>
<td>Uninsured &lt;139%FPL</td>
<td>67.1%</td>
</tr>
<tr>
<td>Uninsured 139%-400%FPL</td>
<td>43.6%</td>
</tr>
<tr>
<td>Uninsured &gt;400%FPL</td>
<td>45.6%</td>
</tr>
</tbody>
</table>

Insurance Coverage and Federal Poverty Level of Uninsured*

*p<0.01
Percent with “Weak” Preferences by Demographics
Non-Elderly Uninsured, 2009 New Jersey Family Health Survey

Age Group*  
<19  53.2%  58.4%  41.5%  55.1%  34.0%  74.7%  41.0%  57.7%
19-30  39.8%  53.2%  41.5%  55.1%  34.0%  74.7%  41.0%  57.7%
31-49  39.8%  53.2%  41.5%  55.1%  34.0%  74.7%  41.0%  57.7%
50-64  39.8%  53.2%  41.5%  55.1%  34.0%  74.7%  41.0%  57.7%

Sex*  
Male  55.1%  55.1%  55.1%  55.1%  55.1%  55.1%
Female  46.1%  46.1%  46.1%  46.1%  46.1%  46.1%

Race/Ethnicity***  
White (NH)  34.0%  34.0%  34.0%  34.0%  34.0%  74.7%
Black (NH)  28.2%  28.2%  28.2%  28.2%  28.2%  74.7%
Hispanic  40.1%  40.1%  40.1%  40.1%  40.1%  74.7%
Other  40.1%  40.1%  40.1%  40.1%  40.1%  74.7%

Education**  
<HS  41.0%  41.0%  41.0%  41.0%  41.0%  41.0%
More  41.0%  41.0%  41.0%  41.0%  41.0%  41.0%

*p<0.10  ** p<0.05  ***p<0.01
Percent of Uninsured with “Weak” Preferences by Nativity/Citizenship
2009 New Jersey Family Health Survey

Nativity of Child/Parents*  
- US child/US parents  
- US child/Foreign parent  
- Foreign child

Adult Nativity, Citizenship, Time in US*  
- US  
- Naturalized  
- Non-Citizen (≥5 yrs)

Children (<19)  
- 20.1%  
- 19.1%  
- 85.5%

Adults (19-64)  
- 37.4%  
- 43.5%  
- 81.5%  
- 84.1%

*p<0.01

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Who will be most challenging to reach?

• Most likely to be uninsured
  – Young adults in their 20s
  – Low-income
  – Hispanic
  – New immigrants

• Weak preferences for coverage or lack of experience with health insurance
  – Low-income uninsured
  – Young adults (≤30) and early middle aged (30s & 40s)
  – Hispanic!
  – Less education
  – Non-citizen adults, foreign born children
How does the ACA support public outreach?

- **Health Insurance Exchanges**
  - Consumer-friendly web portal
  - Toll-free assistance hotline
  - Federally fundable through 2014

- **Exchange should conduct**
  - “…aggressive and multi-faceted outreach to inform the public of their services and coverage options” (HHS guidance)

- **Navigator programs must**
  - “[C]onduct public education activities”
  - Provide “fair and impartial information”
  - In a “culturally and linguistically appropriate manner” (ACA language)
  - Not federally fundable
Considerations for Outreach and Enrollment…

- What will be the standards for selecting Navigators?
- What are plans for outreach and education?
- How will eligibility determination and enrollment be coordinated between Medicaid and the Exchange?
- How will information be provided to help individuals select plans?
- Will providers be available for newly-covered individuals and families?
NJ Health Reform Resources

• New Jersey health reform web site
  http://www.state.nj.us/dobi/division_consumers/insurance/ppaca.html

• CSHP health reform resources, www.cshep.rutgers.edu
  – Stakeholder views on Design of the NJ Exchange
  – Governance of the NJ Health Insurance Exchange
  – The Basic Health Plan Option in New Jersey
  – Helping New Jersey Families Coordinate Transitions and Maintain Coverage
  – Incorporating Quality Measures in Health Insurance Exchange Ratings of Health Plans
  – The Health Insurance Exchange, the Medicaid Program, and the Apportionment of Responsibility for Determining Eligibility and Effectuating Enrollment in New Jersey