NACHC P&I Forum 2024 California's Top Priorities

January 2024



General Community Health Center Background

- In California there are nearly 1,300 community health centers providing care to 7.7 million people that is 1 in 5 Californians.
- Community health centers provide the full spectrum of care, from primary care to dental to behavioral health care and a variety of enabling and wraparound services.
- In many rural communities throughout California, community health centers serve as the only source of medical and wellness care for middle and working-class families in the region.

Health Center Funding

- CHCs need additional support to address rising inflation, workforce challenges, and to expand the services available to existing health center patients.
- Without an extension of mandatory funding by March 8, health centers may be forced to cut staff, hours, and services which impede access to care for California's most vulnerable residents.
- With additional funding, CHCs can retain their current workforce, recruit a new generation of health center staff, expand into new communities, and increase access to expanded services such as behavioral health and dental care.
- There is bipartisan support to extend and increase health center funding; we are urging maximum funding before March 8.

Workforce

- California is experiencing a serious workforce shortage, particularly in community health centers. The shortage is not limited to providers our health centers are struggling to recruit and retain ancillary and administrative staff as well. In 2023, the average 12-month turnover reported by CHCs was 27.4% which jumped from 9.5% in 2020 and 19.4% in 2021.
- Health centers reported high vacancy rates and prolonged periods of time to fill staff vacancies for key positions.
 Recruiting a physician, dentist, and nurse practitioner was the most challenging. Clinics reported needing an average of 27.4 weeks to fill a physician vacancy, 21.8 weeks to fill a dentist and 23 weeks to fill a nurse practitioner vacancy.
- California passed a healthcare worker minimum wage law increasing the minimum wage for CHC workers to \$21 in 2024, \$22 in 2025, and \$25 in 2027. CHCs want to increase wages for its employees but will need federal regulatory support to help sustain these increased wages because of PPS limitations.
- California is amid a behavioral health transformation; the state will need support to meet the workforce needs for successful implementation where health centers play an integral role in care delivery.

340B

- CHCs invest 340B savings into activities that advance their goal of ensuring affordable access to critical health services for medically underserved patients.
- We ask for your help in protecting the 340B Drug Discount Program by supporting legislation that helps grantees, like CHCs, continue to access these important savings.

OUR ASKS: Reauthorize mandatory health center grant funding; extend the National Health Service Corps funding and Teaching Health Center GME funding with annual increases in all programs; and protect the 340B drug discount program so health centers can continue to provide excellent care for anyone that walks in our doors.