2025 State Budget & Legislative Priorities



Top Priority

- **Proposition 35 (MCO Tax) Implementation** CPCA Advocates will work to maximize MCO tax resources for CHCs, ensure successful development and implementation of the clinic quality incentive program, and protect the purpose and intent of the initiative in the budget and legislative process.
- State Legislative Responses to Federal Challenges Ensuring capacity to engage in proposals bolstering state protections for vulnerable communities and key issues that may be at risk at the Federal level.

Budget

- Health Enrollment Navigator Funding Request for \$20M for the Health Enrollment Navigators Project to assist with Medi-Cal outreach, enrollment, and renewal efforts. Current program funding is set to expire at the end of June 2025.
- **Protect Additional Health Center Funding** Maintain existing funding streams for CHCs and combat adverse budget cuts affecting CHC patients and delivery of care services.

Co-Sponsor

- AB 1460 (Rogers) Contract Pharmacy Restrictions / Co-Sponsor This legislation would enact protections for CHCs to contract with outside pharmacies thereby increasing access to patients' essential medication. Nationally, drug manufacturers have placed restrictions on CHCs and their use of contract pharmacies claiming abuse or fraud of the 340B program.
- AB 688 (M. Gonzalez) Telehealth for All Act of 2025 / Co-Sponsor This legislation requires the Department of Health Care Services (DHCS) to utilize Medi-Cal data and other available data sources to produce a publicly available biennial Medi-Cal telehealth utilization report.

Priority Legislation

- SB 81 (Arreguin) Health Care Facilities: information sharing / Support This legislation would prohibit health care providers, including health facilities, from providing immigration enforcement access to patients or nonpublic areas without a valid judicial warrant or court order. This bill codifies many practices CHCs have already implemented to protect their patients from immigration enforcement efforts.
- AB 1113 (M. Gonzalez) FQHC Mission Spend Ratio / Oppose This legislation requires FQHCs and FQHC lookalikes to spend a minimum of 90% of their total revenue from all payor sources on "mission-driven expense." The term "mission-driven expenses" is narrowly defined and does not capture services that promote patient care. The bill excludes FQHCs that participate in a Labor Management Cooperation Committee. Finally, the bill requires an annual fee on FQHCs to pay for this unnecessary reporting requirement that does not improve patient care.