

Impacts of House Resolution 1 (HR 1) and State Budget cuts

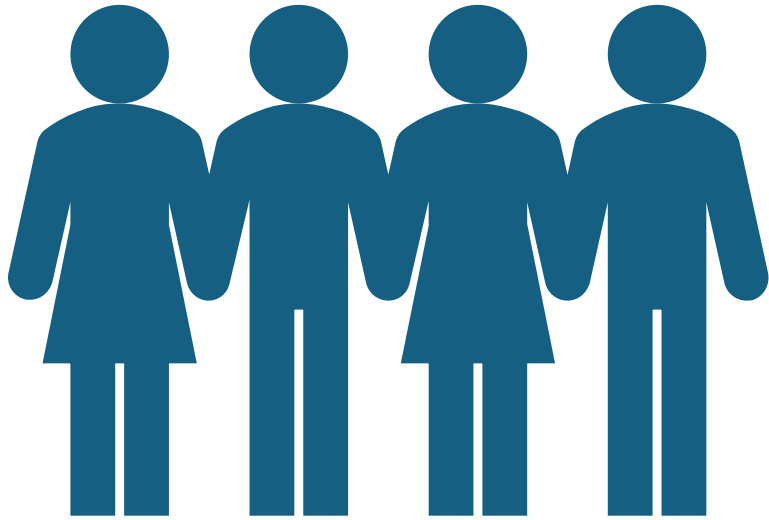
November 21, 2025

Agenda

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- Sacramento CalFresh and Medi-Cal Population
- Timeline for changes
- HR1 Medi-Cal changes
- State budget impacts on Medi-Cal

Sacramento County CalFresh and Medi-Cal Individuals



CalFresh: 269,893

Medi-Cal: 499,414

*Based on September caseloads

Timeline of Federal / State Changes

Fiscal Year	2025-2026	2026-2027	2027-2028	2028-2029
Medi-Cal Eligibility	January 1, 2026 Reinstatement of the asset limit	October 1, 2026 Ineligible non-citizens no longer qualify for Medi-Cal January 1, 2027 Redetermine eligibility for Medicaid expansion adults once every six months Retroactive coverage reduction to 1 month for Medicaid expansion adults and 2 months for other Medicaid enrollees		October 1, 2028 Cost sharing of up to \$35 per service for Medicaid expansion adults
Medi-Cal Undocumented	January 1, 2026 Freeze of Medi-Cal enrollment for undocumented ages 19 and older	January 1, 2027 Monthly premiums for undocumented ages 19-59		
Medi-Cal Work/Community Engagement		January 1, 2027 Implement mandatory work requirements for Medicaid expansion adults	State has option to delay implementation until 12/31/28, with federal approval	
CalFresh/SNAP	Upon Enactment (pending State & Federal regulations) Elimination of CalFresh eligibility for refugees, asylees. Afghan evacuees, temporary protection status, humanitarian parole, survivors of human trafficking, and survivors of domestic violence ABAWD wavier ends; work requirements resume	October 1, 2026 Federal Fiscal Year (FFY) 2027 State share of Admin cost increases from 50% to 75%. State cost is split between the state and counties at a ratio of 70% and 30%. County cost increases from 15% to 22.5%		October 1, 2028 FFY 2028 State agencies required to pay a percentage of the CalFresh benefit allotments for state error rate over 6%

HR 1 Medi-Cal Impacts

Amended Definition of “Qualified Non-Citizen”

Effective October 1, 2026

Establishes a new definition for “qualified non-citizen” (QNC) for Federal Medicaid eligibility.

Only the following QNC categories will remain eligible for Federal Medicaid:

- Lawful Permanent Resident (LPR)
- Specified Cuban or Haitian Entrants (CHE)
- Residents under a Compact of Free Association (COFA) agreement (Palau, Micronesia, Marshall Islands)

Customers Without Satisfactory Immigration Status

In addition to the current unqualified individuals the following individuals will no longer have satisfactory immigration status and no longer qualify for federally-funded full-scope Medi-Cal:

- Refugees
- Parolees
- Asylees
- Trafficking Survivors

Adult Expansion Group

Work / Community Engagement Requirement

Changes Effective January 1, 2027

Work Requirements:

- 80 hours per month if customer does not meet an exemption.
- Requirement must be met at the time of application or redetermination.
- Customers will have 30 days to meet the requirement or an exemption criteria before losing coverage.

The work activities include:

- Work earning at least \$580 per month (80 hours x Federal Minimum wage).
- Community Service.
- Enrolled at least half-time in an educational program.
- Enrolled in a work program.

Work Requirements: Exempted Groups

Effective January 1, 2027

- Parents/guardians/caregivers of a dependent child age 13 or younger or disabled.
- Pregnant or receiving Medicaid postpartum coverage.
- Foster youth or former foster youth under age 26.
- American Indians or Alaska Natives.
- Disabled veterans.
- Incarcerated or recently released (within the last 90 days).
- Entitled to Medicare Part A or enrolled in Part B.
- Meeting TANF or ABAWD work requirements.
- Participating in drug/alcohol treatment programs.
- Medically frail (blind/disabled, substance use disorder, serious medical/mental health conditions, or developmental disability).
- Approved customer submitted request for short term hardship exemption.

Six-Month Redeterminations

Effective January 1, 2027

The adult expansion group, (excluding members of tribes) will have eligibility redetermined every 6 months instead of every 12 months. Process will begin with ex parte review similar to the current annual renewal. Failure to complete a renewal will result in a discontinuance.

Individuals in this group are between the ages of 19-64, not disabled, and no children under the age of 18.

Retroactive Medi-Cal Reduced Timeframes

Effective January 1, 2027

Reduces the length of retroactive Medi-Cal from three months to:

- One month for adult expansion group in M1 aid code
- Two months for any other coverage group

Cost Sharing for Expansion Adults

Effective October 1, 2028

Copays will be implemented for adults above 100% FPL for services excluding primary care, prenatal, mental health, substance use disorder, and emergency care.

Administration of copays will occur at the provider level.

- Copay range \$1 to \$35 per service

State Budget Medi-Cal Impacts

State Budget Impacts on customers without Satisfactory Immigration Status

Impacts to customers 19 and older who are not pregnant without Satisfactory Immigration Status are as follows:

- Will continue to receive full scope Medi-Cal until they are discontinued.
- After January 1, 2026, if discontinued for any reason, or applying for Medi-Cal, will be denied full scope and will only be eligible to restricted Medi-Cal.
- After July 1, 2026 will no longer be eligible for dental care.

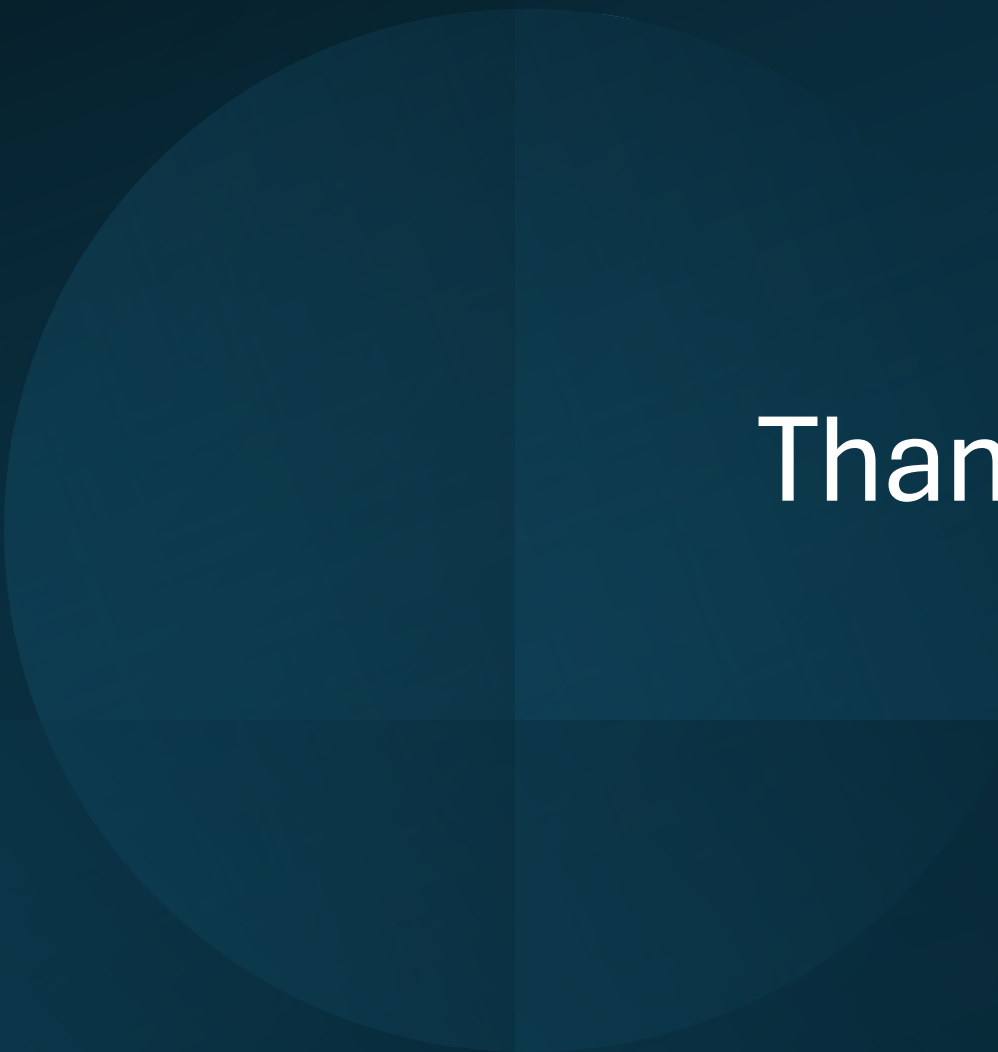
Additional Impact to customers 19-59 who are not pregnant without Satisfactory Immigration Status are as follows:

- Will pay a premium of \$30 per month.

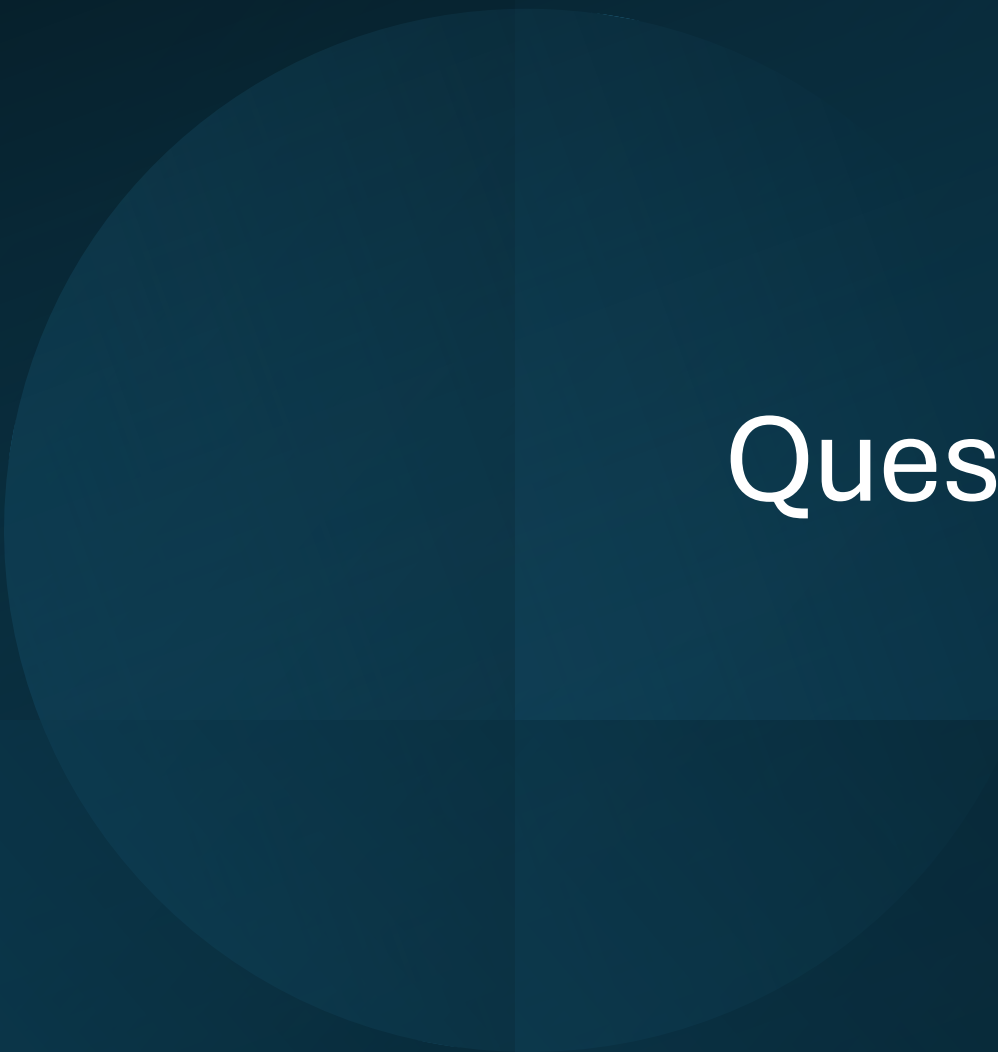
Asset limits for Medi-Cal Customers

Customers who receive Medi-Cal based on being 65+, disabled or being in long-term care will be subject to asset limits beginning January 2026.

- The asset limit is \$130,000 for one person and \$65,000 per additional household member
- Assets include bank accounts, cash, and anything over one home and one vehicle
- Assets that don't count include the home you live in, one vehicle, household items, and retirement accounts
- Assets will be reviewed at application or next renewal after January 2026



Thank You



Questions?