THE CHANGING FACE OF CALIFORNIA

1. Post War Birthrate
2. Longevity
USA Aging Population 2015 *

300,000 PER MONTH REACH AGE 65
9,800 PER DAY
401 PER HOUR
33 EVERY FIVE MINUTES
7 PER MINUTE
one EVERY 8 SECONDS

*US Bureau of the Census
Approximately 34,500 Californians turn 65 every month
California’s older population will double over the next 20 years 2010-2030

Projected Population by Age

Data Source: California Department of Finance 2012
Analysis: Stanford Center on Longevity
The changing face of California

Not just a liability
# The Changing Face of California

## California Population Projections Age 60+

<table>
<thead>
<tr>
<th>Ethnicity</th>
<th>2000</th>
<th>2030</th>
<th>% Increase</th>
</tr>
</thead>
<tbody>
<tr>
<td>Total</td>
<td>4,742,499</td>
<td>10,958,518</td>
<td>132%</td>
</tr>
<tr>
<td>White</td>
<td>3,220,342</td>
<td>4,918,067</td>
<td>53%</td>
</tr>
<tr>
<td>Hispanic</td>
<td>677,321</td>
<td>3,317,479</td>
<td>390%</td>
</tr>
<tr>
<td>Asian</td>
<td>484,782</td>
<td>1,720,811</td>
<td>254%</td>
</tr>
<tr>
<td>African American</td>
<td>253,122</td>
<td>631,083</td>
<td>149%</td>
</tr>
<tr>
<td>Multi-racial</td>
<td>74,710</td>
<td>176,123</td>
<td>236%</td>
</tr>
<tr>
<td>Native American</td>
<td>18,879</td>
<td>169,514</td>
<td>798%</td>
</tr>
<tr>
<td>Hawaiian/Pacific Islander</td>
<td>7,984</td>
<td>49,441</td>
<td>519%</td>
</tr>
</tbody>
</table>
Percent of Population Over 65 Years, Projected, 2030

The Changing Face of California

UCSF Mutha et al
THE CHANGING FACE OF CALIFORNIA

Senate Select Committee on Aging and Long Term Care
THE CHANGING FACE OF CALIFORNIA

POLICY AND PROGRAM IMPLICATIONS

In-Patient skilled nursing
Low-income Homecare
Financial Assistance
Federally Funded Senior Services
Outpatient Skilled Nursing (CBAS)
Care Coordination (MSSP)
Medicare Supplements
# THE CHANGING FACE OF CALIFORNIA

## IMPACT OF AGING POPULATION ON MAJOR PROGRAMS AND SERVICES – 2030

<table>
<thead>
<tr>
<th>PROGRAM</th>
<th>2030 Projected Clients</th>
<th>2030 Projected Spending (000's)</th>
<th>Current Budget (000's)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Nursing Homes</td>
<td>498,000</td>
<td>$9,870,000</td>
<td>$4,200,000</td>
</tr>
<tr>
<td>IHSS Home Care</td>
<td>775,000</td>
<td>$14,248,335</td>
<td>$8,200,000</td>
</tr>
<tr>
<td>SSI/SSP</td>
<td>1,710,000</td>
<td>$4,675,000</td>
<td>$3,507,000</td>
</tr>
<tr>
<td>OAA</td>
<td>562,000</td>
<td>$413,670</td>
<td>$194,500</td>
</tr>
<tr>
<td>CBAS</td>
<td>64,020</td>
<td>$849,225</td>
<td>$388,000</td>
</tr>
<tr>
<td>MSSP</td>
<td>40,450</td>
<td>$136,575</td>
<td>$40,500</td>
</tr>
<tr>
<td>Medicare Subsidy</td>
<td>5,325,000</td>
<td>$25-30 Billion*</td>
<td>$11,610,600</td>
</tr>
</tbody>
</table>

Nursing home funding includes 5 years of a 3.62% rate increase and 10 years of no inflation
IHSS includes restoration of the 7% cut in hours
CBAS and MSSP assume client loads at pre-recession levels
Medi-Cal reflects new state waiver projections for managed care costs for Duals and SPDs

*Draft Estimates*
Aging Workforce

- Caregivers
- Health Professionals
- Teachers
- College Professors
- Law Enforcement and Corrections
- New Labor Market
70% of Californians will need long term care at some point in their lives.

The average length of time is about 30 months.

Medicare pays for 100 days after a hospital stay, under some circumstances.
THE CHANGING FACE OF CALIFORNIA

FIVE BIG ISSUES

How do we work together to make sure rates are adequate to provide quality care to this high cost, high user population?

How do we make the rate setting process more inclusive and more transparent to gain the confidence of consumer advocates and elected officials?

How do we blend and coordinate psycho-social services which are outside the experience of traditional medical care?

How do we design and conduct conflict-free assessment of clients to guide individualized person-centered care?

How do we balance the conflicting goals of coordinated care and personal empowerment?
It’s not about the Spreadsheets......
........... its about the people
Gary Passmore
Congress of California Seniors

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