PRESS RELEASE



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California Association of Health Plans Responds to Governor's May Budget Revise

Sacramento, CA –Today, the California Association of Health Plans released the following statement in response to the Governor's May revision of the 2023-2024 budget proposal:

"California's health plans have been working constructively with the Administration on the proposed renewal of the Managed Care Organization (MCO) Tax and are pleased to see the Governor's budget revision is proposing to invest a portion of the tax revenues into the Medi-Cal program.

"Although we are still evaluating the details of the Governor's proposal, California's health plans fundamentally agree the MCO Tax should directly benefit and enhance services in the Medi-Cal program. The tax must also be affordable for the purchasers of health coverage in the individual and employer markets, and be predictable, stable, and as equitable as possible.

"We also agree that focusing on primary and specialty care is an important place to start.

"California's health plans look forward to working in partnership with the Newsom administration and Legislature on this proposal as it progresses, and more details become available."

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CAHP is a statewide association representing 43 full-service health plans. Through legislative advocacy, education and collaboration with other member organizations, CAHP works to sustain a strong environment in which our member plans can provide access to products that offer choice and flexibility to the more than 28 million members they serve. For more information, please visit www.calhealthplans.org or call (916) 552-2910.