

Student Health Fee Proposal Feedback Session

For Fiscal Year 2022-23

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Topics

- Fee Proposal
- Process/timeline
- Background
- Goals
- Health Center usage
- Alternatives and estimated outcomes
- Feedback/Q&A

Proposal

- Have a one-time Health Services Fee increase of 15% (\$56) per semester starting in Fall 2022.
- Keep up with health care cost increases by applying a Medical Care Consumer Price Index (CPI) to the Health Services Fee
- Medical Care CPI fee annually starting in Fall 2023
 - *The annualized Medical Care Consumer Price Index for the previous year (10 year average of ~3.3%, equivalent to \$11 per semester).*
- Goal of reaching 'self-support budget' status in approximately 10 years and establish a reserve.

Process for potentially modifying the existing Student Health fee

- Last fee increase, Fall 2017: Recommendation for a \$30 per semester increase (9%) without a subsequent Medical Care Consumer Price Index adjustment.
- Seek input from ASCMA, CLC, Fee Committee
- Student Referendum
- VP Administration and Finance/CFO reviews proposal and feedback, then makes a recommendation to the President (Spring 2022)
- Decision made by the President, if a fee increase is endorsed, submitted to Chancellor's Office for review. (Spring 2022).

Background

- Health Center is at/near working capacity currently with **additional COVID-19 pandemic management/testing/mitigation responsibilities and costs**
- The current Cal Maritime Student Health Center Budget combines Student Fee dollars (primary) with Campus General Fund dollars (secondary)
- Most CSU Student Health Centers are ‘self supported’ by Student Fee funds exclusively and less dependent on funding shifts
- Health care costs continue to rise nationally, including at student health centers
- Executive Orders 943 (Health Services) and 1053 (Mental Health) allow for category II fees to support those services
- Future state budget cyclic fluctuations likely to affect Health Center funding

Current Cal Maritime Health Services Fee

- Cal Maritime's small student population is the main reason for the high health fee per student, currently at \$370 per semester (due to the economy of scale)
- However, students at Cal Maritime's Health Center do not have out-of-pocket expenses encountered at other CSU campuses:
 - Common medications
 - Many lab tests
 - Physicals (USCG, sports, etc)
- Fee Revenues have not been adequate to cover expenses
- A separate Mental Health Fee was not instituted when E.O. 1053 went into effect

Cost Comparisons

Local pharmacies and providers

- USCG, sports physicals, etc:
~\$90
- Prescription medications: co-pays \$5 - \$45
- OTC medications
 - Cepacol lozenges: \$3.49
 - Flonase/fluticasone: \$13.99
 - Muicnex/guaifensisen: \$13.99
 - Sudafed/pseudoephedrine: \$7.99

CMA Student Health Center

- No charge
- No charge
- No charge

Cost Comparisons

Local stores

- Ankle brace: \$40-\$50



- Wrist brace: ~\$20



CMA Student Health Center

- No charge

- No charge

Goals

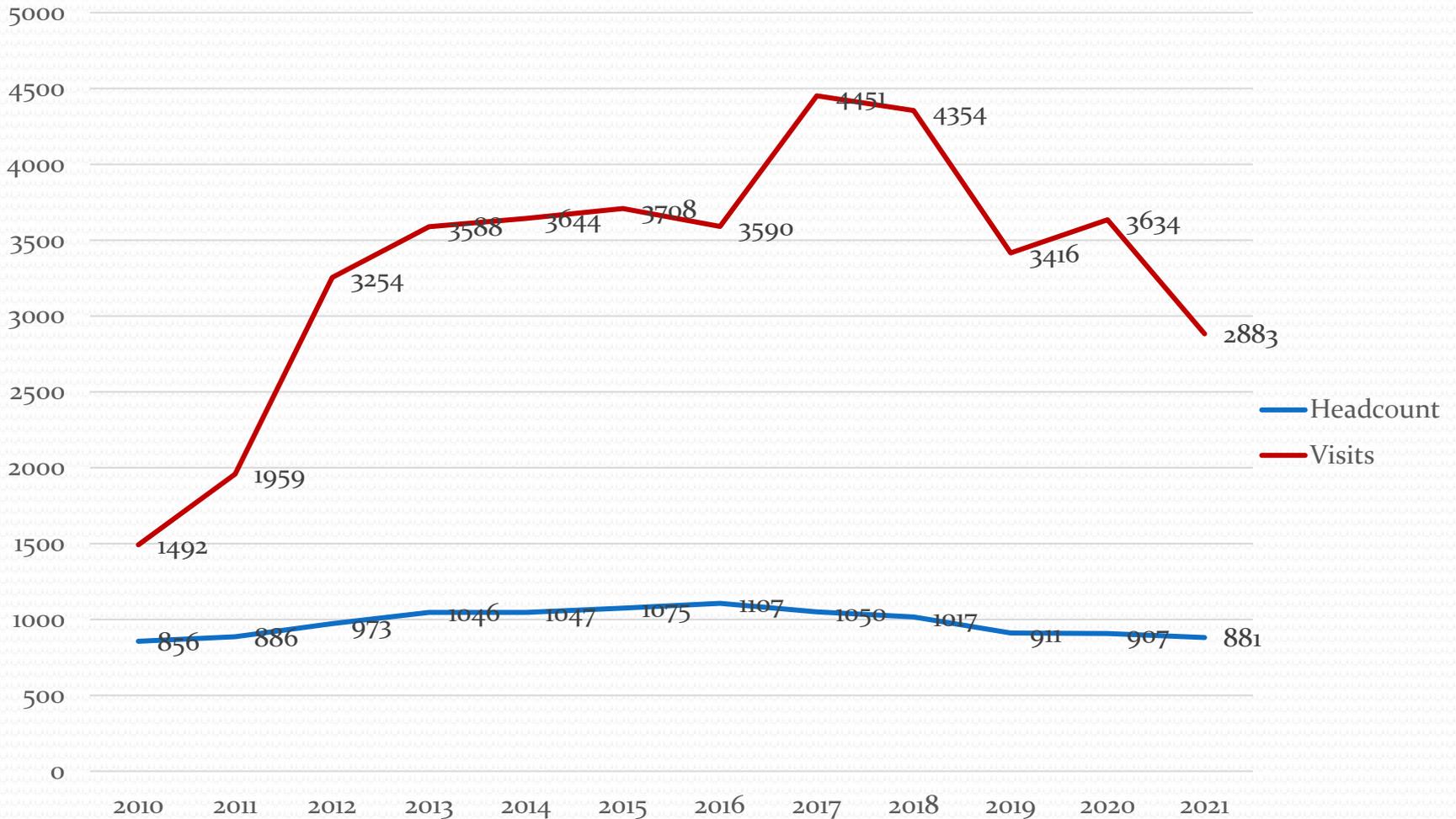
Plan for a Health Services budget that supports maintaining and improving healthcare for students at Cal Maritime as the student population grows.

1. Includes support for expanding staff when space allows
2. Build-in support for annual increased personnel and supply costs
3. Includes support for Mental Health services per E.O. 1053
4. Plan for eventual decreased campus General Fund budget support, especially as state CSU funding fluctuates.
5. Goal of incrementally reaching 'self-support budget' status

Student Health Center

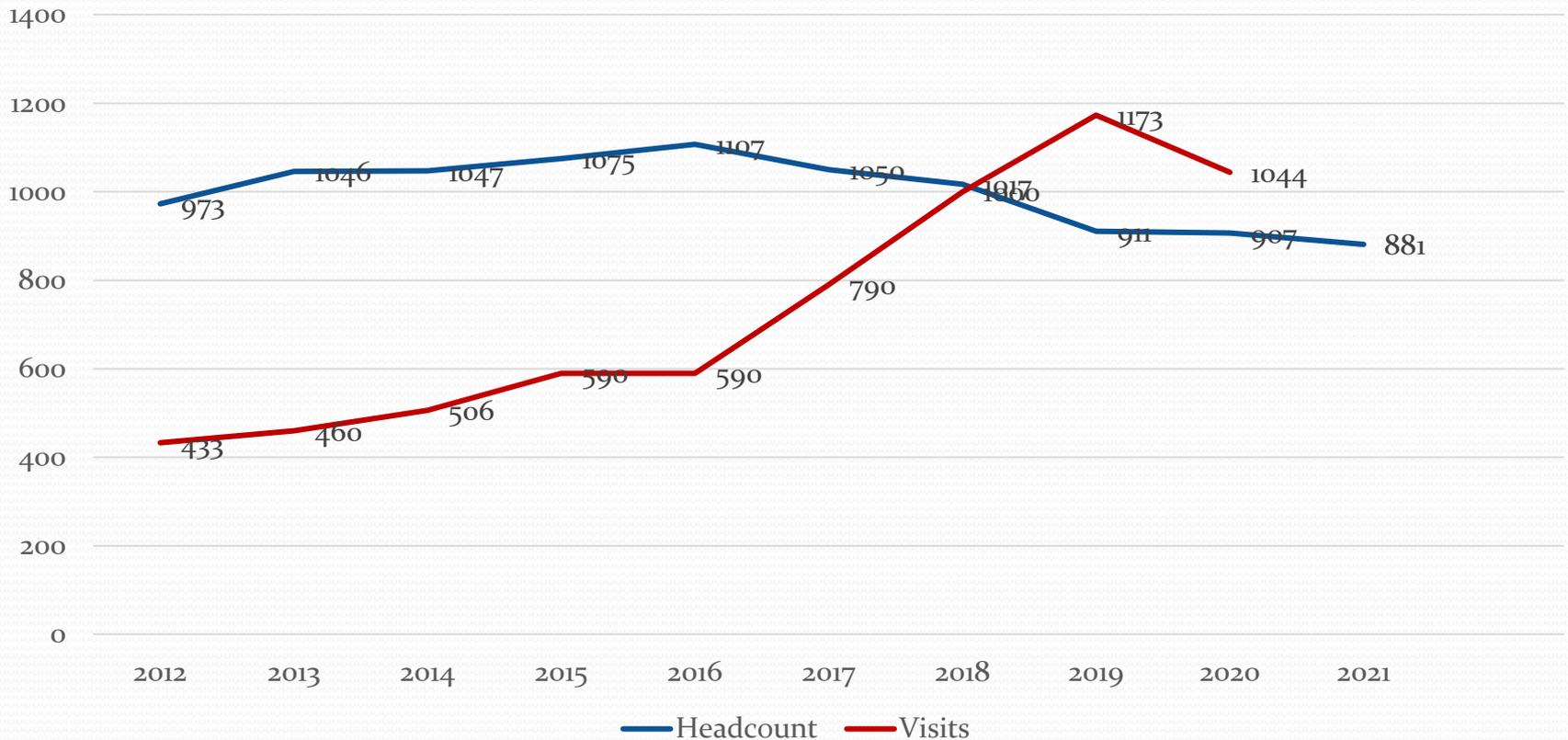
- Highly utilized by cadets with high satisfaction scores
- Includes medical and counseling services with *plan to hire an additional full-time counselor*
- Operating at/beyond capacity with our current facility and staff
- Access especially important at Cal Maritime due to high percentage of on-campus residents and student schedules making access to off-campus care challenging
- **COVID-19 management/testing/mitigation**

SHC Usage and Headcount



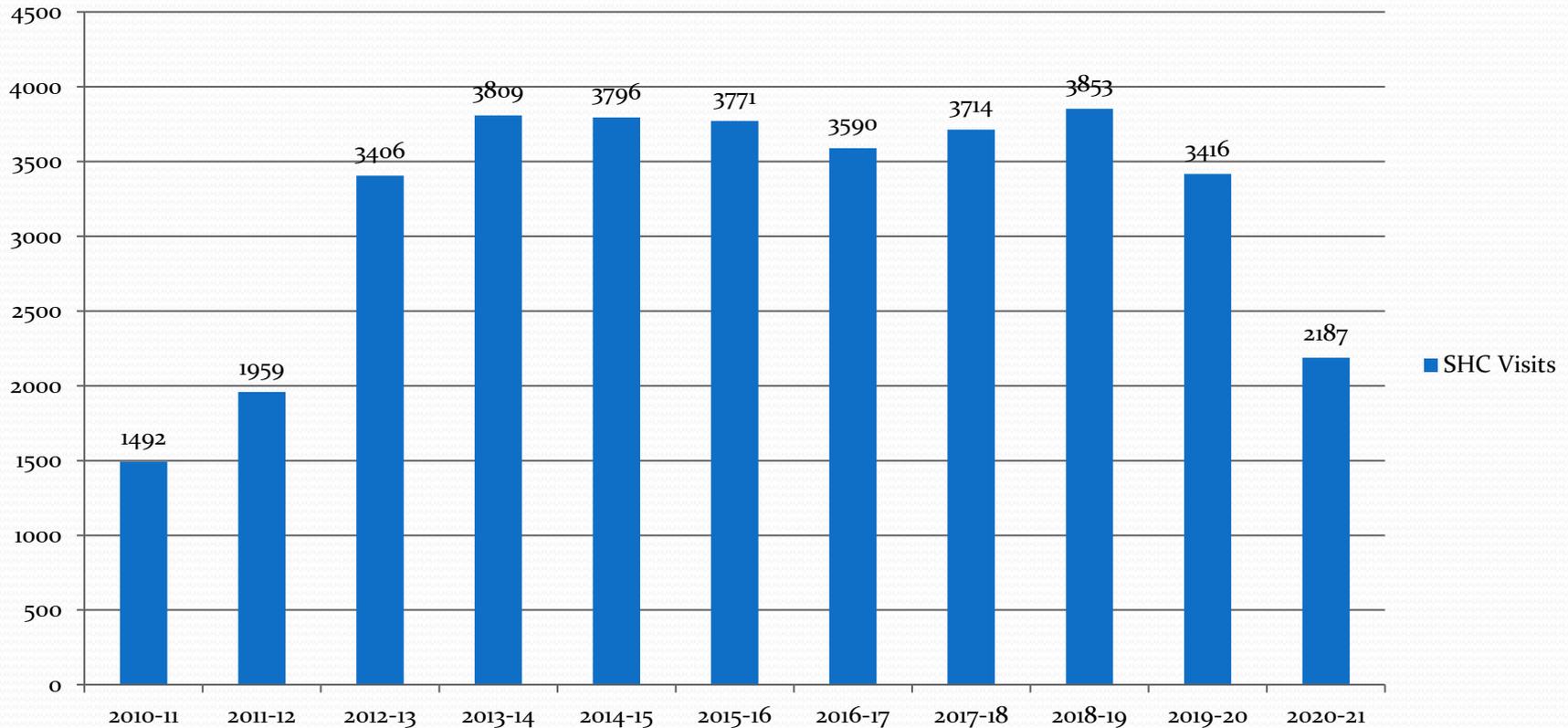
CAPS Usage and Headcount

SHC Visits



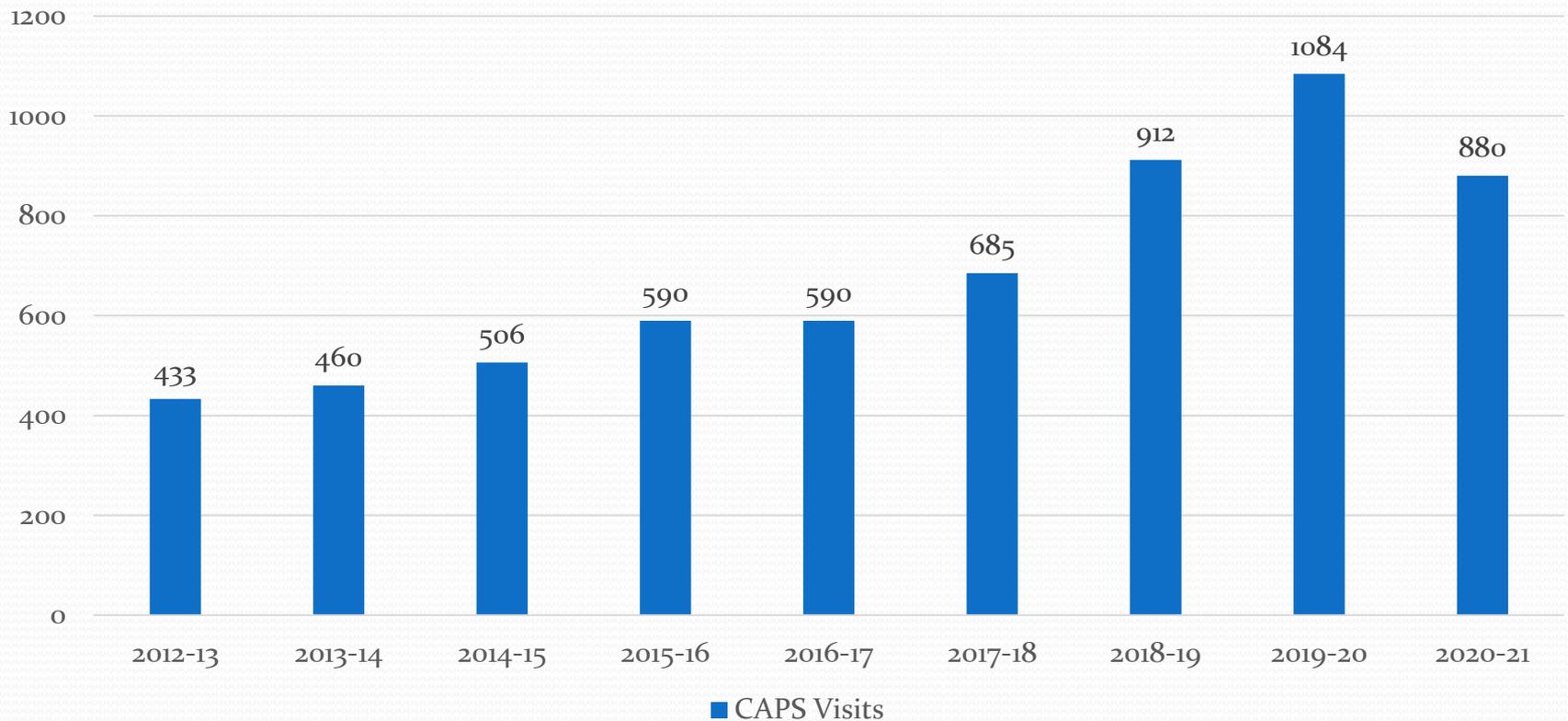
Medical Visits per Academic Year

Campus SHC Visits



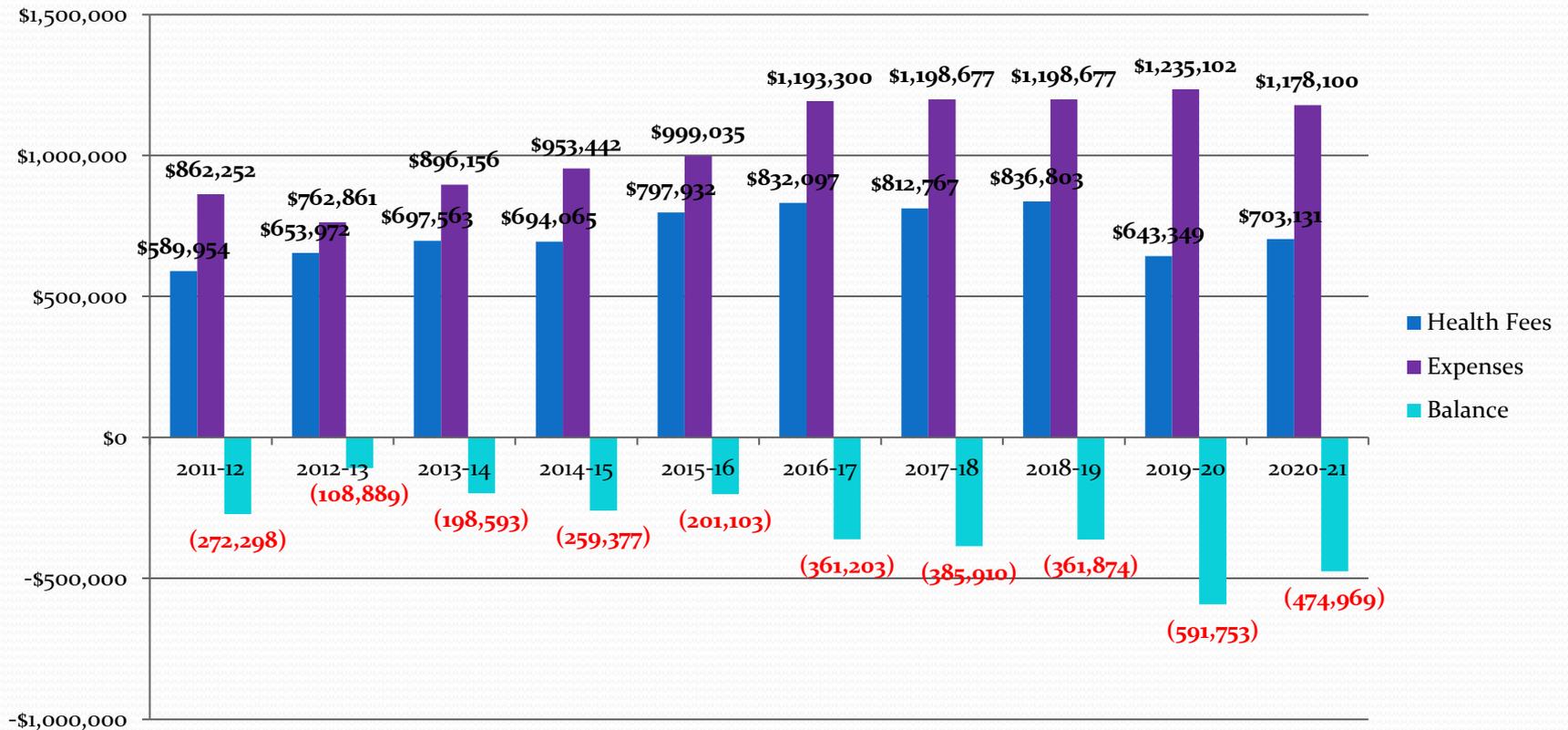
Counseling Visits per AY

Campus SHC Visits



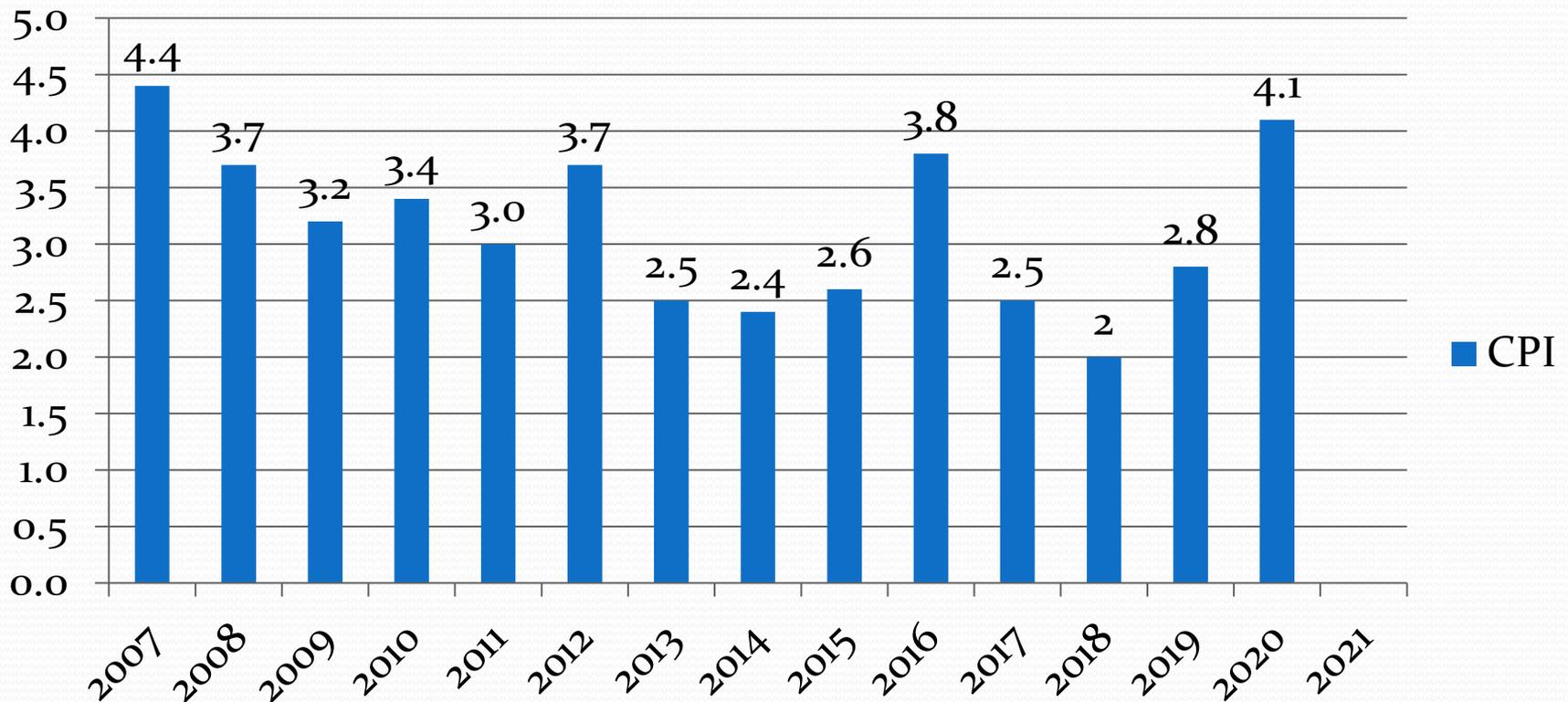
Budget History

Health Fees and Expenses



Medical Consumer Price Index- Annual

CPI



Timeline to self-support status (estimated)

- Current fees will not reach self-support status
- 2018-19 \$30 increase, no yearly CPI adjustment - will not reach self support status (APPROVED)
- 10% (\$37) increase per semester plus yearly CPI adjustment - over 10 years to reach self-support status, but no progress on establishing a reserve within 10 years
- 15% (\$56) increase per semester plus yearly CPI adjustment - reach self-support status in 10 years
- 20% (\$74) increase per semester plus yearly CPI adjustment - reach self-support status in year 9

Note: Once self-supporting, can begin to establish a budget reserve, (amount to be worked out by Admin/Finance).

Notes

- Once the budget theoretically becomes self- supporting, a budget reserve typically would need to be established (due to no campus General Funds available for unexpected expenses)
- Once the level of reserve is set, any projected sustained surpluses would be considered as an indicator to reduce the health services fee to maintain a balanced annual budget and set reserve level.



Feedback/Q&A