THE AIDS INSTITUTE

Sustaining ADAP Until 2014

Carl Schmid
Deputy Executive Director
November 12, 2011
Workshop Outline

- **ADAP Overview** – Britten Pund
- **Funding ADAP** - Carl Schmid
- **Co-pay and Patient Assistance Programs** - Jeff Berry
National ADAP Budget, by Source, FY1996-FY2010

Gross Debt Under Obama Budget

($ in trillions)

$0 $5 $10 $15 $20 $25 $30

2001 2006 2011 2016 2021

$5.8 T $15.5 T $26.4 T

Source: OMB
Note: Includes debt collateralized with financial assets.
Unemployment Rate Remains High

(Monthly data through August 2011)

Sources: Bureau of Labor Statistics, U.S. Department of Labor
Note: Percent of civilian labor force
Current Environment in DC

- Rise of the Tea Party
- Republicans Gain Majority of House of Representatives
- Democrats Maintain Senate & Presidency

- House Republicans propose to cut $100 billion from President’s proposed FY11 budget

- President, Senate and House Agree to $40 billion in cuts from FY10 (April)
Budget Control Act Of 2011

• Agree to Cut Deficit by $2.4 trillion over 10 years

• Agreed upon Spending Caps translate into $917 billion in cuts over 10 years

• Super Committee Working on an additional $1.2 trillion in cuts
An additional $25 million was provided to struggling ADAPs in August of FY2010 and is included in the FY2010 total.

This includes the continuation of $25 million in emergency funds provided to struggling ADAPs in August of 2010.
Funding Ryan White & ADAP

- **FY09:** $2.265 billion (+72 million)
  - ADAP: +$21 million

- **FY10:** $2.315 billion (+48 million)
  - ADAP: +$18 million
  - Plus Transfer of $25 million in ADAP
  - Total ADAP Increase = $43 million
Funding Ryan White & ADAP

- **FY11:** $2.337 billion (+25 million)
  - Increase all in ADAP
  - $25 million transfer in FY10 incorporated in appropriations
  - All Parts except ADAP received Cuts
Ryan White In Detail

<table>
<thead>
<tr>
<th>(In Millions)</th>
<th>FY10</th>
<th>FY11</th>
<th>FY12 President’s Request</th>
</tr>
</thead>
<tbody>
<tr>
<td>Part A</td>
<td>+$15.0</td>
<td>(-$0.4)</td>
<td>+$1.4</td>
</tr>
<tr>
<td>Part B: Base</td>
<td>+$10.0</td>
<td>(-$0.8)</td>
<td>+$0.8</td>
</tr>
<tr>
<td>Part B: ADAP</td>
<td>+$18.0</td>
<td>+$27.0</td>
<td>+$55.0</td>
</tr>
<tr>
<td>Part C</td>
<td>+$4.5</td>
<td>(-$0.8)</td>
<td>+$5.9</td>
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<tr>
<td>Part D</td>
<td>+$0.74</td>
<td>(-$0.3)</td>
<td>+$0.5</td>
</tr>
<tr>
<td>Part F: AETCs</td>
<td>+$0.42</td>
<td>(-$0.1)</td>
<td>+$0.2</td>
</tr>
<tr>
<td>Part F: Dental</td>
<td>+$0.17</td>
<td>(-$0.1)</td>
<td>+$0.1</td>
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<tr>
<td>Total</td>
<td>+$48.4</td>
<td>+$24.5</td>
<td>+$63.9</td>
</tr>
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Funding Ryan White & ADAP

• FY 12
  • ADAP Need: +$360 million
  • ADAP Community ask: +$106 million
  • President’s Budget +$64 million
    • $55 million for ADAP
    • $6 million for Part C
    • $3 million for other Part
  • House: Flat
  • Senate: + $15 million (All ADAP)
## Level of Funding & Clients Served

<table>
<thead>
<tr>
<th></th>
<th>ADAP Increase</th>
<th>Number of Clients Served</th>
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</thead>
<tbody>
<tr>
<td>FY11 Increase</td>
<td>$25 m</td>
<td>2,174</td>
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<tr>
<td>FY12 President’s Request</td>
<td>$55 m</td>
<td>4,783</td>
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<tr>
<td>ADAP Coalition Request</td>
<td>$106 m</td>
<td>9,217</td>
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<tr>
<td>Amount Needed to Clear Waitlist</td>
<td>$75 m</td>
<td>6,489</td>
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<tr>
<td>FY12 Senate Proposed</td>
<td>$15 m</td>
<td>1,304</td>
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<tr>
<td>FY12 House Proposed</td>
<td>$0</td>
<td>0</td>
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</tbody>
</table>

Assume $11,500 per patient annual drug cost
How ADAP Increases Distributed

FY10
• $25 million transfer – Hard hit states
• $18 increase - ADAP formula

FY11
• $25 million – continued to hard hit states
• $10 million – through ADAP formula
• $15 million – hard hit states via application

FY12: ??
Labor HHS, Education Bill

- **FY11**: $157.4 billion

- **FY12**
  - President Budget: $180.8 billion (+$23.4 billion)
  - Chairman Rehberg bill: $153.4 billion (-$4 billion)
  - Senate: $158.0 billion (+$0.6 billion)

- Difference between House & Senate:
  - $4.6 billion + policy riders
Appropriations End Game

• Fiscal Year FY12 began Oct. 1
• Operating on a Continuing Resolution (CR)
  • Expires Nov. 18th
• House, Senate and President far apart on numbers and policy riders
  • Community Letter to Congress & President
• Will require another CR; hope to complete by Christmas
Concluding Thoughts

- HIV Programs, Particularly ADAP, Prioritized by President Obama & Congress
  - But Still Not Enough

- Pressure on Spending Cuts will Continue

- Implementation of Health Care Reform (2014)
  - Should help alleviate pressure on ADAP

- 2012 Election & State of the Economy key unknown

- Need to get through FY13
We Need Your Help!

- Flat Funding or $15 million increase for ADAP is **UNACCEPTABLE**
- Respond to Grassroots Action Alerts
  - Write to members of congress
  - Meet with elected officials and staff in district & DC
  - Respond to sign-on letters
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THANK YOU

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