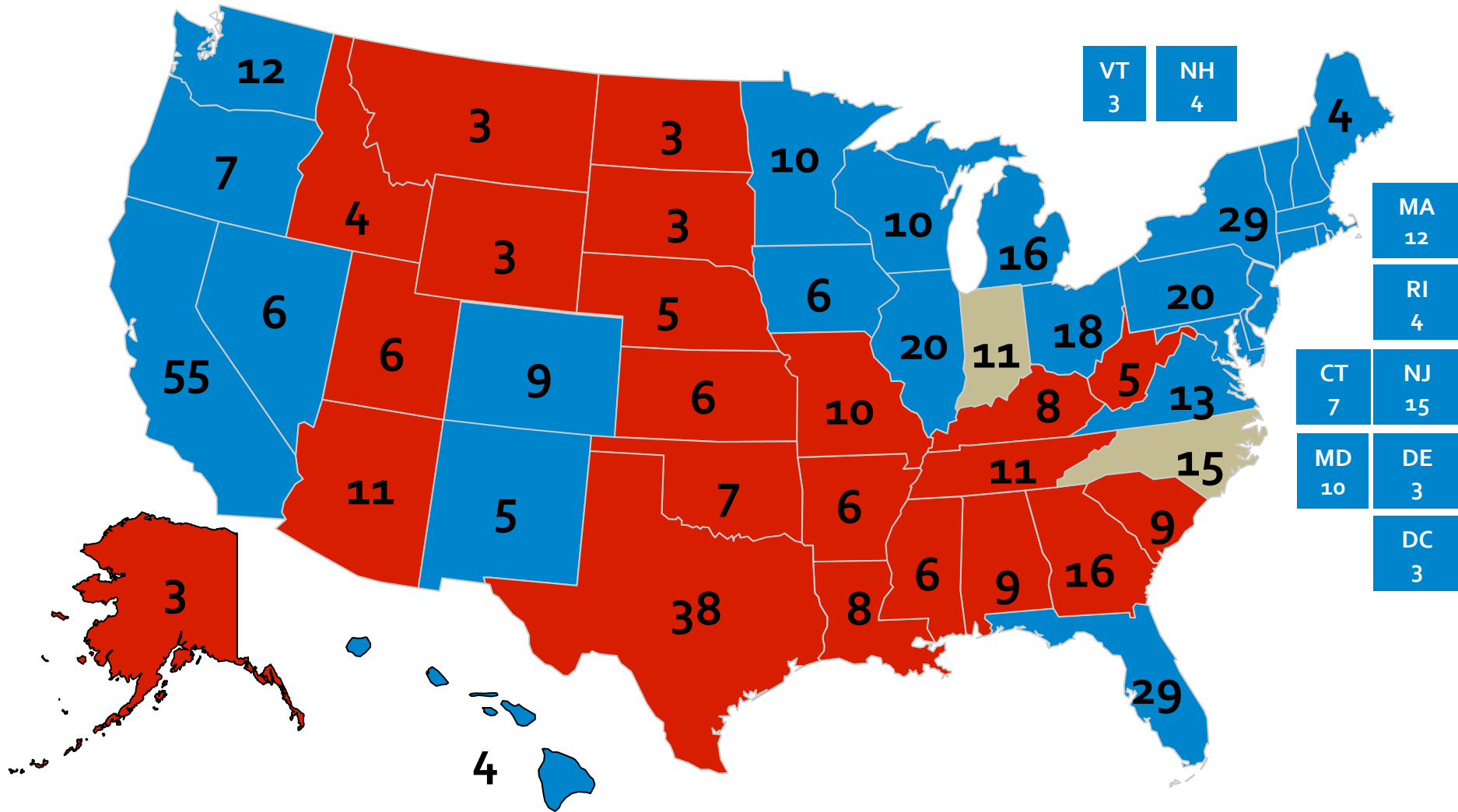




**A PRESENTATION TO FUNDERS CONCERNED ABOUT AIDS:
THE 2012 ELECTIONS AND THE DOMESTIC AND GLOBAL
RESPONSE TO HIV/AIDS**

2012 ELECTION RESULTS – OBAMA ONLY LOSES TWO STATES FROM 2008 MAP

■ Obama 332
 ■ Romney 206
 ■ Party change from '08



SENATE: POST-ELECTION – DEMS GAIN TWO SEATS

Democrats: 55 (+2)

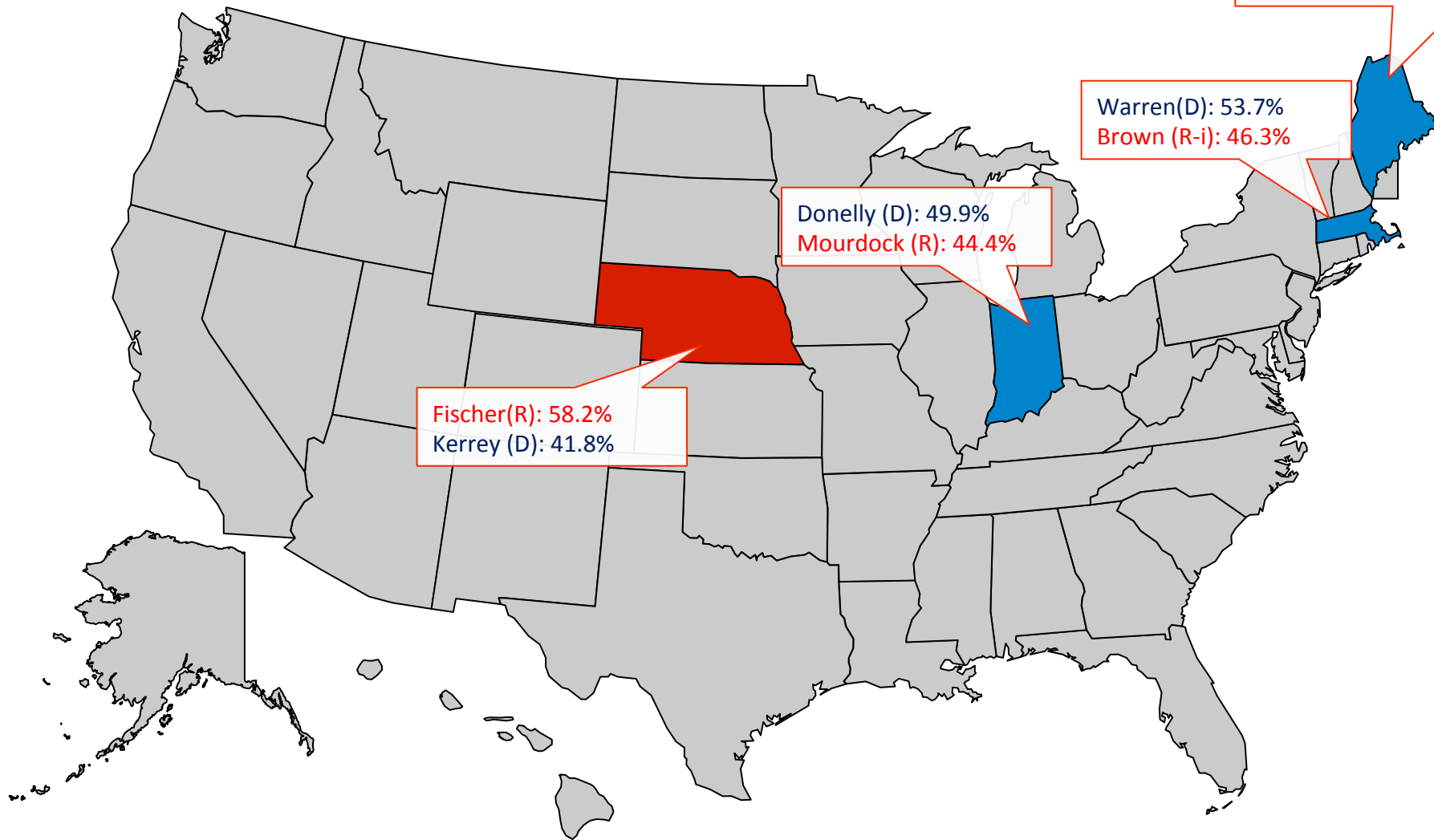
Republicans: 45 (-2)

King (D/I): 53.0%
Summers (R): 30.6%
Dill (D): 13.1%

Warren (D): 53.7%
Brown (R-i): 46.3%

Donnelly (D): 49.9%
Mourdock (R): 44.4%

Fischer (R): 58.2%
Kerrey (D): 41.8%



HOUSE OVERVIEW: SOME DEMOCRATIC GAINS BUT NO MAJOR SHAKE-UPS

2010

	Democrats	Republicans
Pre-Election	256	179
Gains / Losses	-64	+64
Results	192 (44%)	243 (56%)

2012

	Democrats	Republicans
Pre-Election	193	242
Gains/Losses	+8	-8
Results	201	234



PUBLIC OPINION : Health Care and Prioritizing the HIV/AIDS Epidemic

“THE ECONOMY” WAS #1 ISSUE AND SLIGHTLY FAVORED ROMNEY, BUT NOT ENOUGH FOR THE WIN

Economy | 59%
(+4R)

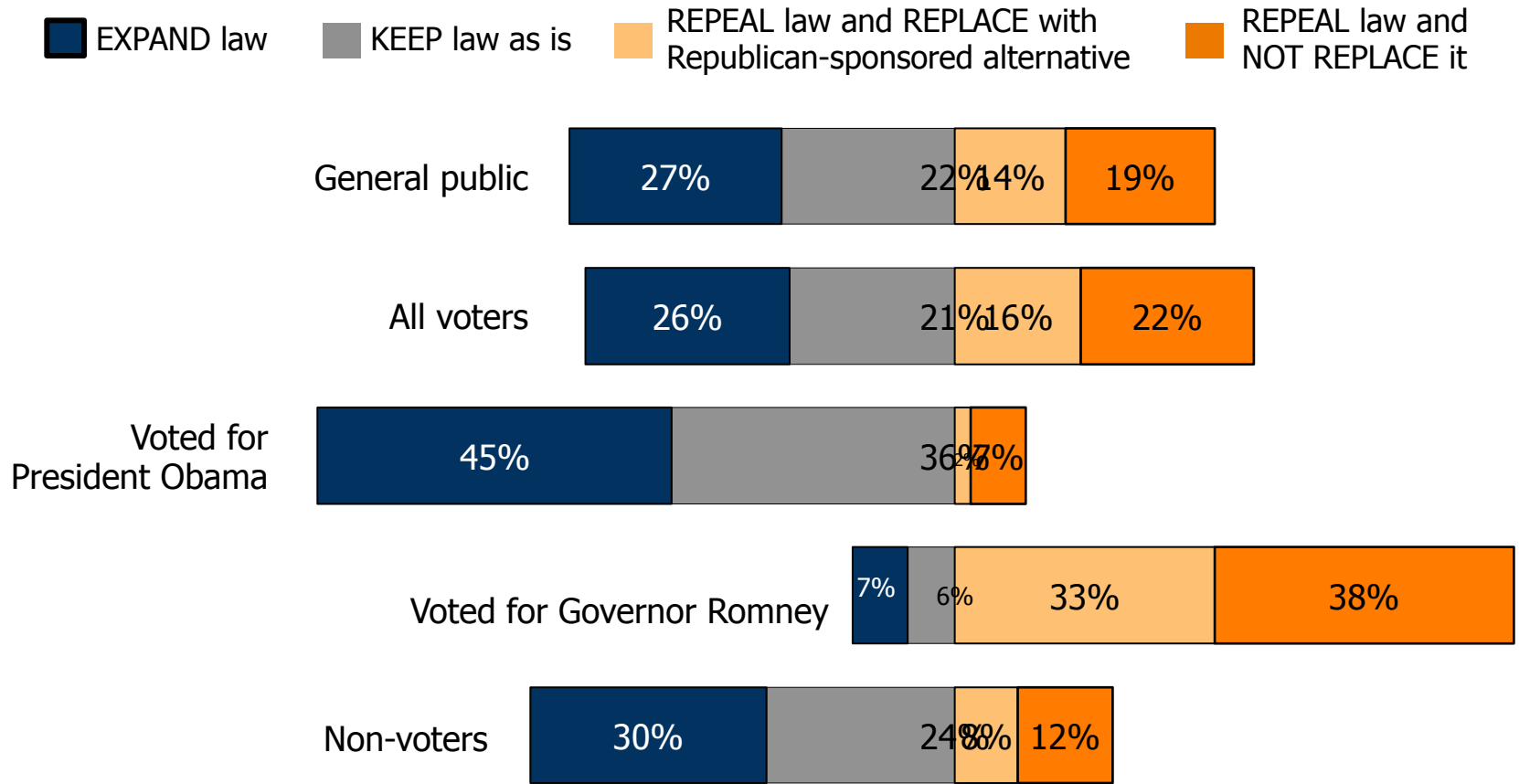
Health
Care | 18%
(+51D)

Federal
Budget
Deficit | 15%
(+34R)

Foreign Policy | 5%
(+23D)

ACA: OBAMA VOTERS FAVORED KEEPING OR EXPANDING. ROMNEY VOTERS FAVORED REPEAL.

What would you like to see Congress do when it comes to the health care law?

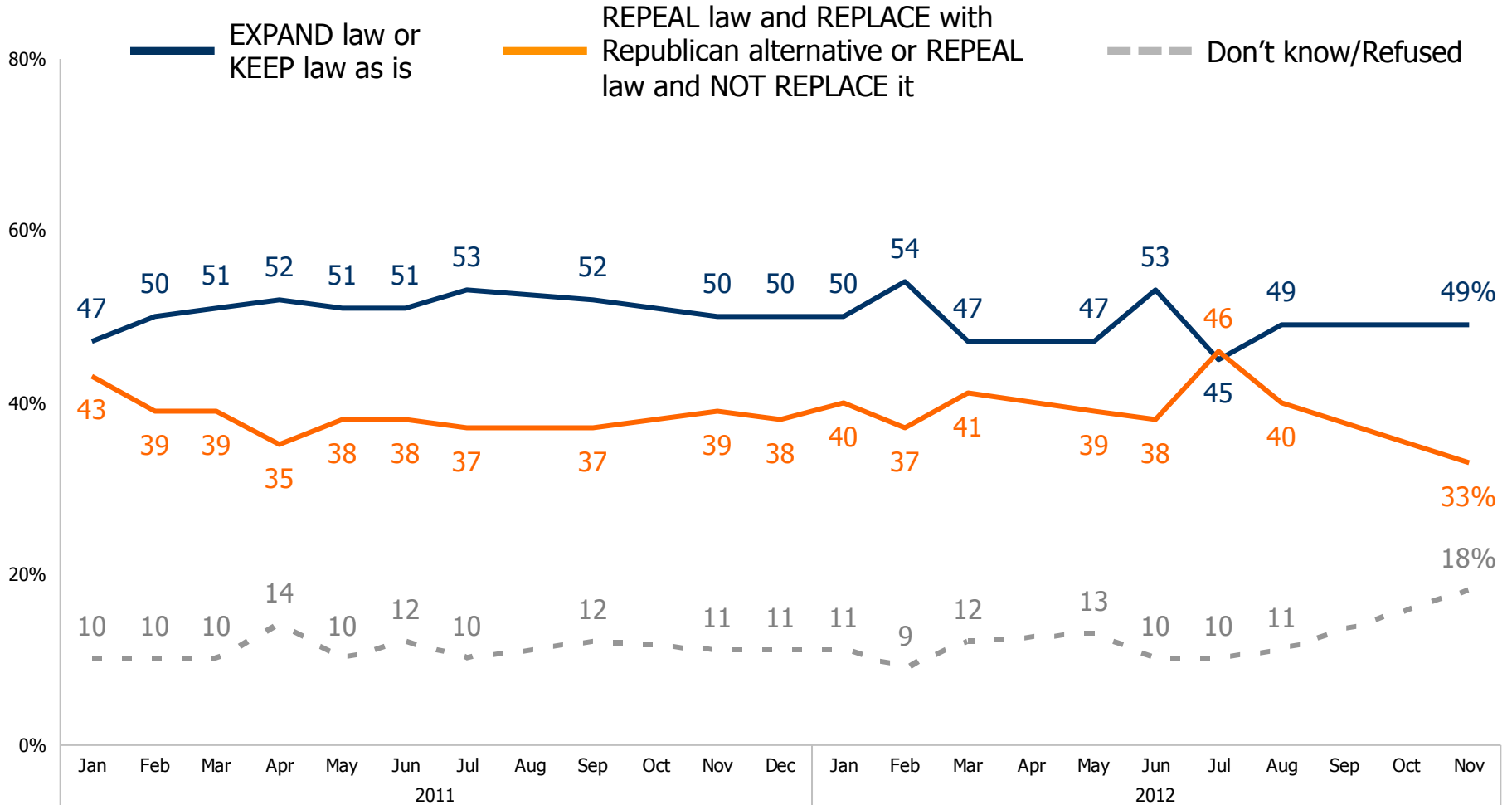


Note: Don't know/Refused answers not shown.

Source: Kaiser Family Foundation *Health Tracking Poll* (conducted November 7-10, 2012)

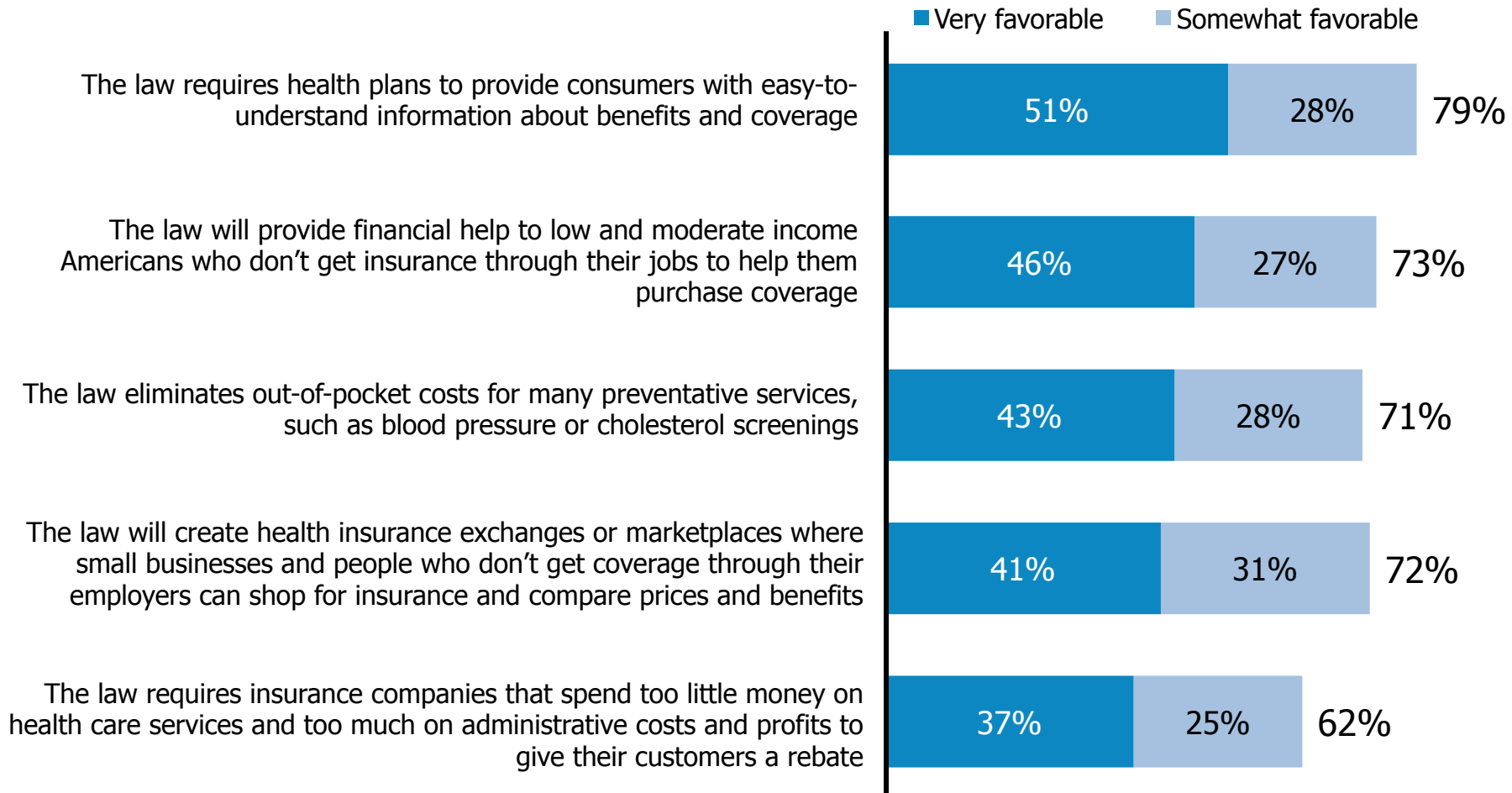
ACA: AFTER ELECTION, PROPORTION WANTING REPEAL TICKED DOWN.

What would you like to see Congress do when it comes to the health care law?



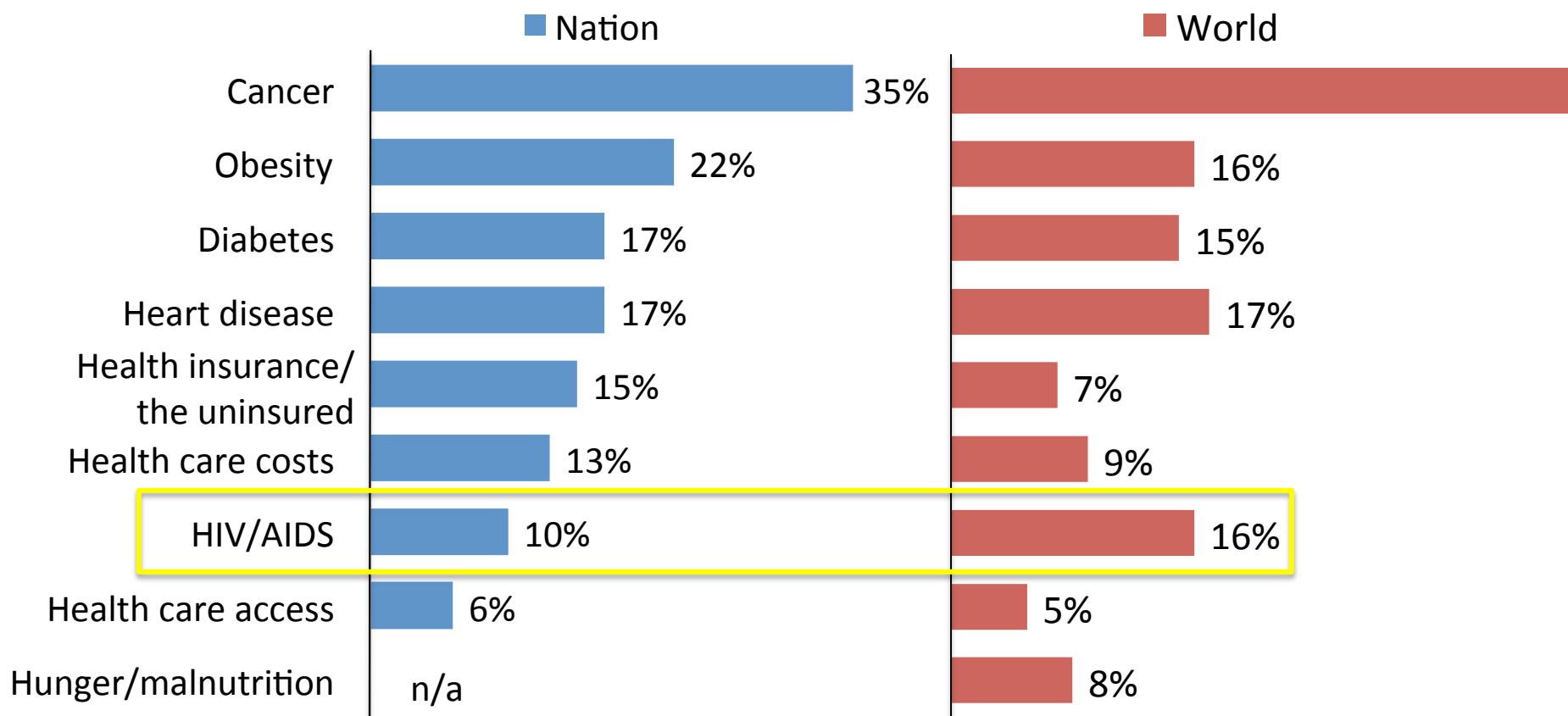
MAJORITIES FAVOR MANY ELEMENTS OF HEALTH REFORM

As I read each element of the health reform law, please tell me whether you feel very favorable, somewhat favorable, somewhat unfavorable or very unfavorable about it.



HIV/AIDS LOW ON LIST OF MOST URGENT HEALTH PROBLEMS FACING NATION, WORLD A BIT HIGHER

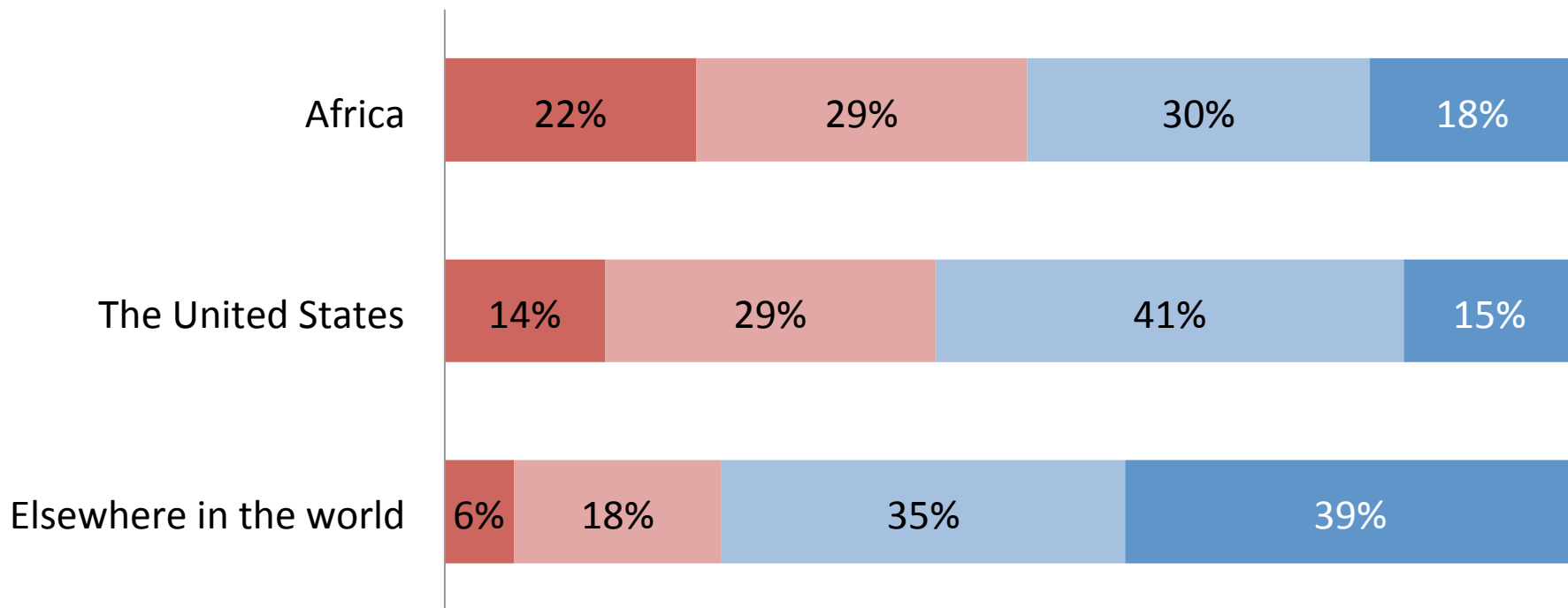
Percent who name HIV/AIDS as the most urgent health problem facing the nation/world today:
(open-ended, multiple responses allowed)



VISIBILITY HIGHER FOR EPIDEMIC IN AFRICA COMPARED WITH U.S. AND OTHER PARTS OF WORLD

During the last year, how much, if anything, have you personally seen, heard, or read about the problem of AIDS in each area?

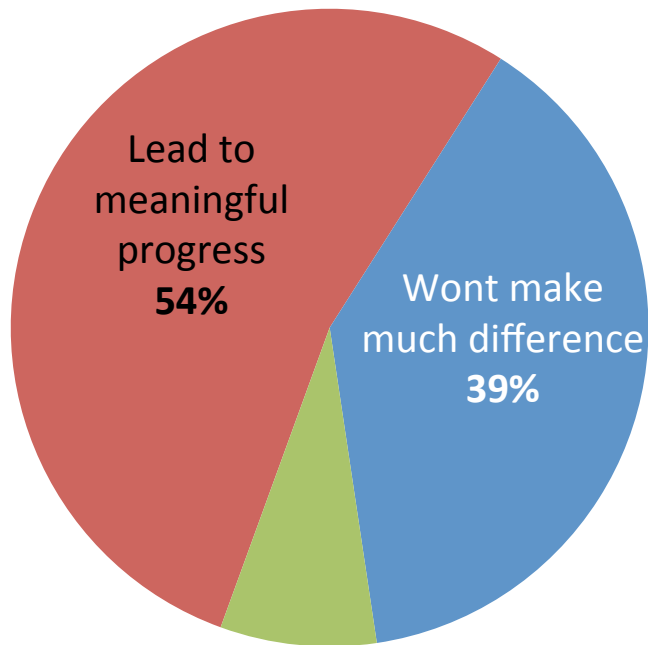
■ A lot ■ Some ■ Only a little ■ Nothing at all



MAJORITY SAY MORE SPENDING ON DOMESTIC HIV WILL LEAD TO PROGRESS

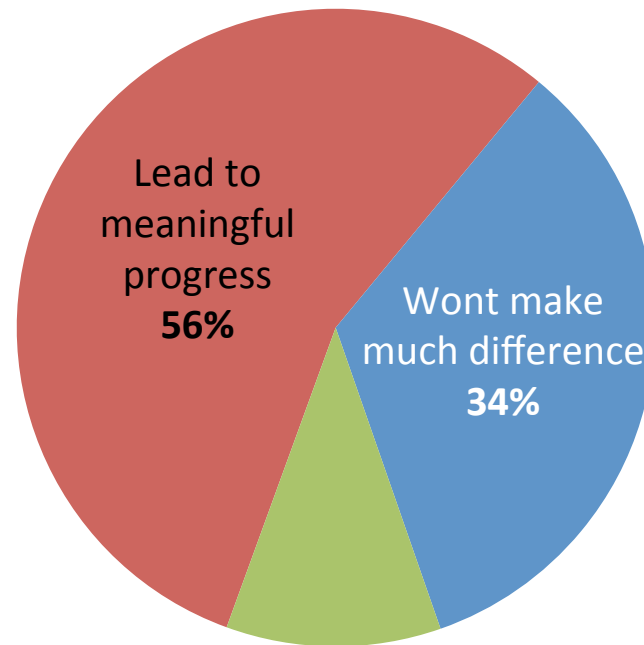
In general, do you think that spending more money on (INSERT ITEM) in the U.S. will lead to meaningful progress in slowing the epidemic, or that spending more money won't make much difference?

HIV/AIDS PREVENTION



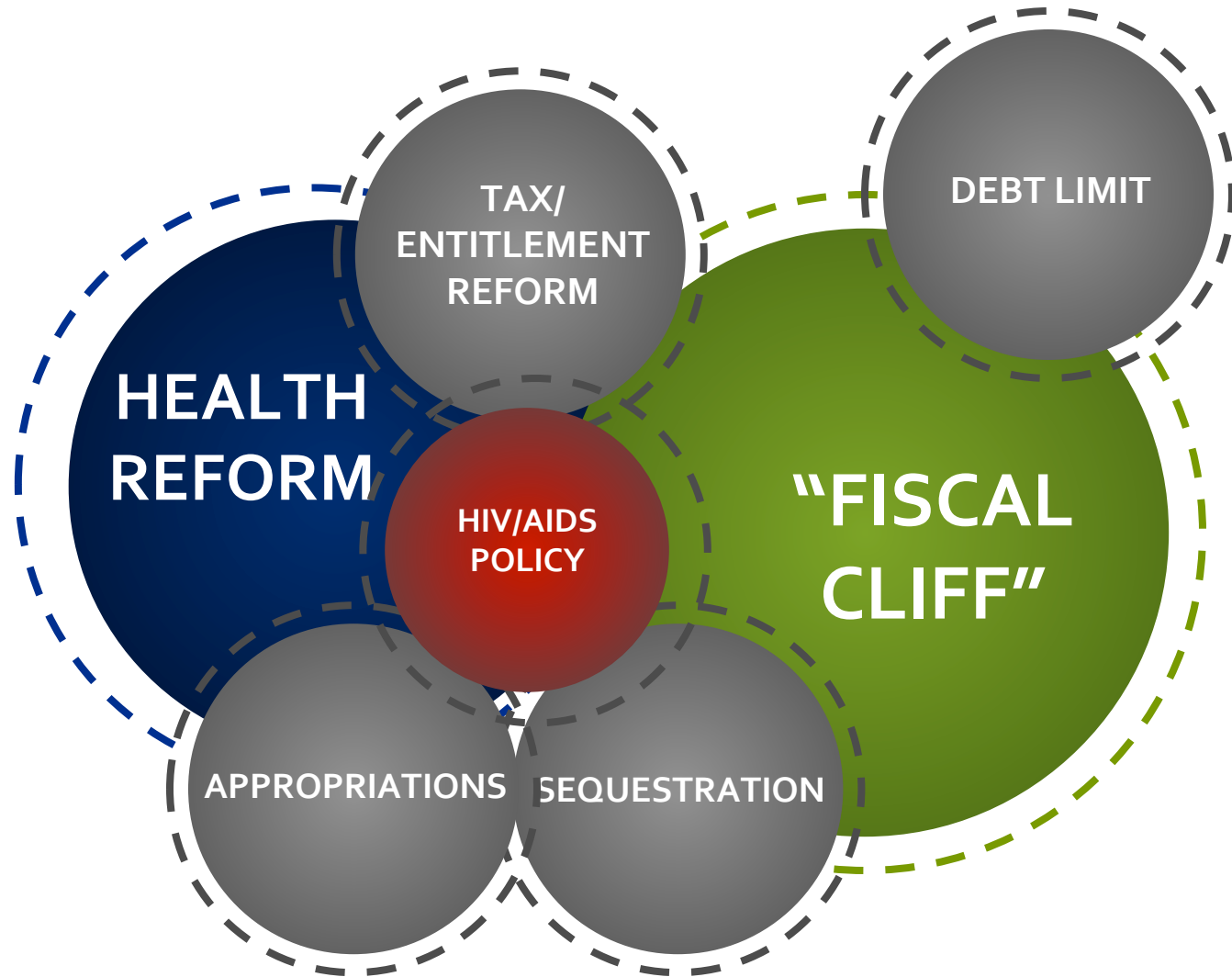
Depends/Don't know/Refused
8%

HIV/AIDS TREATMENT



Depends/Don't know/Refused
11%

THE BROADER LEGISLATIVE AGENDA AND POLITICAL CONTEXT





LOOKING AHEAD:

FISCAL CLIFF

THE LOOMING FISCAL CLIFF COULD CHANGE THE DYNAMICS OF ALL POLICY DEBATES IN THE COMING YEAR

TAX CUTS/REFORM: 2001/2003
Bush tax cuts, Payroll tax, Business
tax extenders, ACA revenue
increases.

**UNEMPLOYMENT
INSURANCE:** Expires 12/31

"DOC FIX": Expires 12/31

SEQUESTRATION: \$110 million in
deficit reduction in 2013.



THE CLOCK IS TICKING AND DEMOCRATS AND REPUBLICANS REMAIN FAR APART ON A DEAL TO AVOID THE FISCAL CLIFF

DEMOCRATIC PLAN: Increased revenue through raising tax rates on the wealthy, spending cuts and stimulus spending, no limits on federal spending.

REPUBLICAN PLAN: Increased revenue through tax reform, entitlement program reform, cuts in discretionary spending.

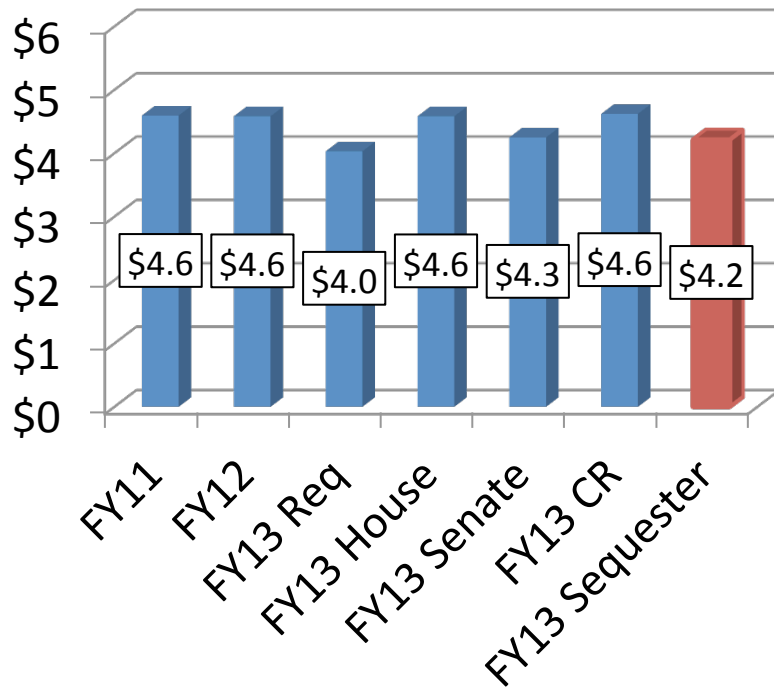
GRAND BARGAIN OR A DOWN PAYMENT: A deal that raises revenues through increases in tax rates and entitlement reform without sequestration OR Congress passes stop-gap measure to allow more time for negotiations.

IT ALL COMES DOWN TO TAXES

SEQUESTRATION: WHAT'S AT STAKE GLOBALLY?

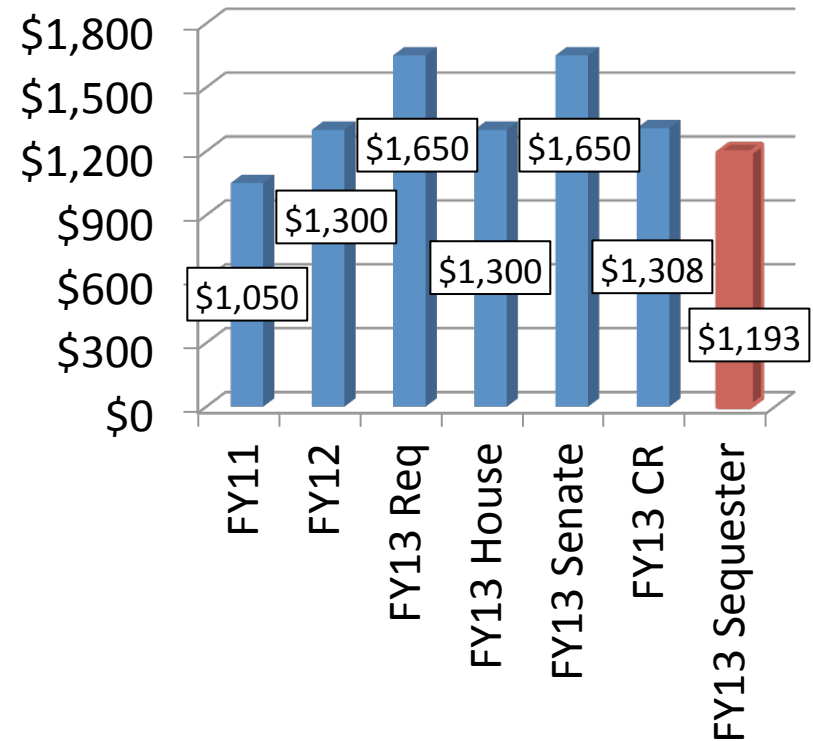
PEPFAR (BILATERAL)

\$s - billions



GLOBAL FUND

\$s - millions



"If we go over the fiscal cliff, all cuts would be equally applied, but not all cuts would be equally felt." – ONE.org

WHAT DOES SEQUESTRATION MEAN FOR PEOPLE IN NEED AROUND THE WORLD?

273,000 PEPFAR-supposed patients **WOULD NOT RECEIVE TREATMENT**, leading to 62,000 more deaths.

111,000 FEWER HIV-positive pregnant women will receive **PMTCT** services, leading to **21,000 INFANTS BEING BORN WITH HIV**.

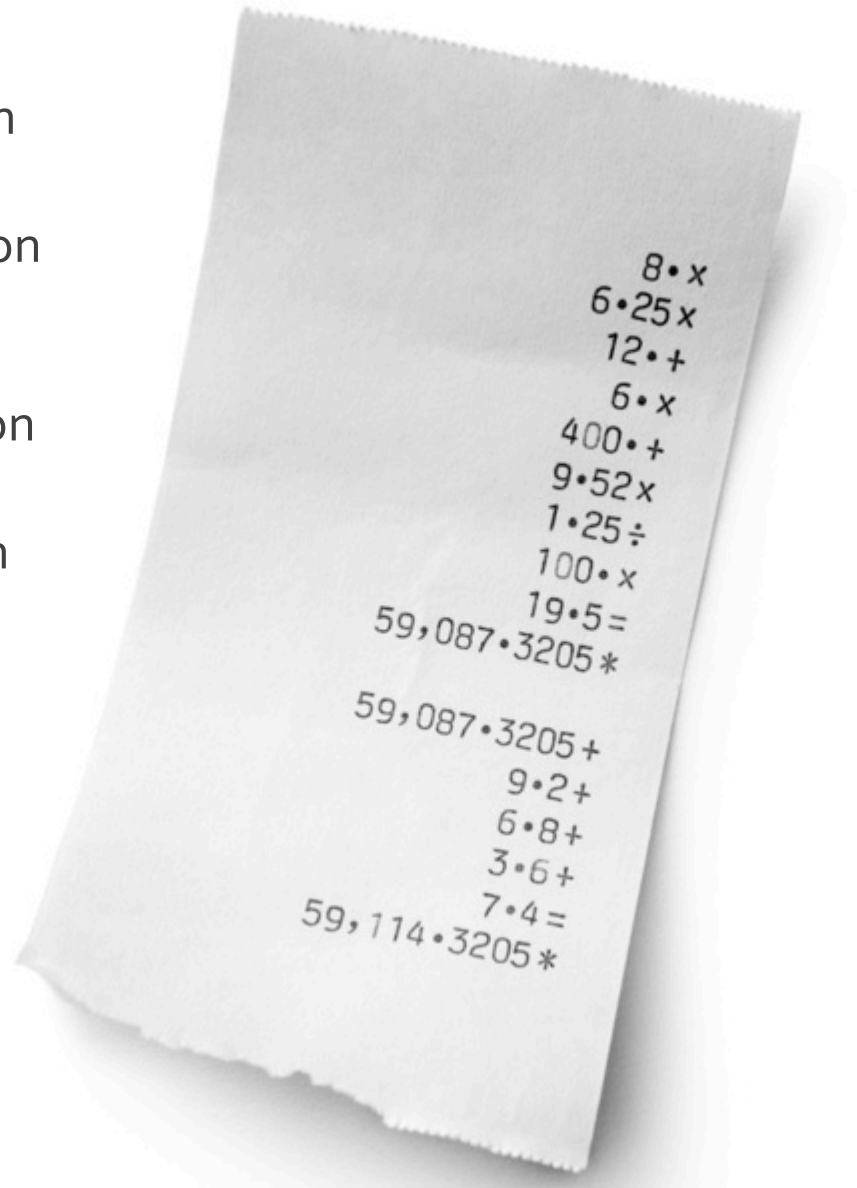
**FOOD, EDUCATION,
AND LIVELIHOOD**
assistance would be cut
for **354,000**
CHILDREN



SEQUESTRATION: WHAT'S AT STAKE DOMESTICALLY?

CDC HIV Prevention	-\$64 million
Ryan White HIV/AIDS <i>AIDS Drug Assistance Program (ADAP)</i>	-\$196 million -\$77 million
NIH AIDS Research	-\$251 million
HOPWA	-\$27 million

TOTAL -\$538 MILLION



WHAT DOES SEQUESTRATION MEAN FOR PATIENTS?

659,476 FEWER Americans would be **TESTED** for HIV

ADAP would have to **REDUCE ITS CASELOAD BY OVER 12,000 PEOPLE**

the equivalent of **460 AIDS RESEARCH GRANTS** that will go **UNFUNDED** (based on the average value of AIDS research grants in FY 2011), including 50 grants that specifically fund HIV/AIDS vaccine research





LOOKING AHEAD: Domestic AIDS Policy

DECISION-MAKERS IN CONGRESS

HOUSE APPROPRIATIONS: Rogers (R-KY) and Lowey (D-NY) to lead the Committee. Latham (R-IA) likely new Labor/H chair, DeLauro (D-CT) will be Ranking.

SENATE APPROPRIATIONS: Inouye (D-HI) and Shelby (R-AL) to lead the Committee. Harkin (D-IA) to lead Labor/H; Shelby likely to be ranking.

HOUSE ENERGY AND COMMERCE: Upton (R-MI) and Waxman (D-CA) continue to lead Committee; Pallone (D-NJ) and Pitts (R-PA) lead Health Subcommittee.

SENATE HELP COMMITTEE: Harkin (D-IA) and Alexander (R-TN) to lead Committee.

KEY DOMESTIC AIDS POLICY ISSUES NEXT YEAR

Affordable Care Act funding and implementation

Ryan White HIV/AIDS Program

Continued efforts to implement National HIV/AIDS strategy



AFFORDABLE CARE ACT IMPLEMENTATION

ADMINISTRATION WILL MOVE FULL-SPEED AHEAD TO IMPLEMENT THE LAW: Recent barrage of regulations and guidance post-election; awaiting additional detail.

MUCH OF THE KEY ACTION IS AT THE STATE LEVEL: Forthcoming decisions on exchanges and Medicaid expansion.

REPUBLICANS IN CONGRESS WILL CONTINUE TO PUSH FOR REPEAL: Likely focus will be on unpopular and politically-challenging provisions of the law; continued efforts to defund and delay implementation via the appropriations process; increased oversight efforts in the House.

DEMOCRATS WILL CONTINUE TO PROTECT THE LAW: Generally, Democrats will work to protect the law as a whole; willingness to work on technical changes and additional reform; some moderates could join republicans to change or repeal select provisions.

ACA: WHAT'S UP FOR GRABS IN CONGRESS?



**REPUBLICAN
TARGET**

Individual mandate; IPAB;
Prevention and Public Health Fund;
CMMI; Industry fees and taxes

**POSSIBLY
MODIFIED**

Requirements for exchanges;
Level of tax credits; Some
insurance reforms

LIKELY SAFE

Most changes to Medicare
reimbursement; Delivery system
reforms in Medicare / Medicaid;
HIT

THE FUTURE OF THE RYAN WHITE HIV/AIDS PROGRAM



2013 REAUTHORIZATION:

Protecting Ryan White during the transition to full implementation of the Affordable Care Act; evaluating the role of the program in the context of a changing landscape.

APPROPRIATIONS: FY2013
funding and looming sequestration /
fiscal cliff



LOOKING AHEAD: Global AIDS Policy

CONGRESS: KEY DECISION-MAKERS

**12 new Senators, 83 new Members of House in 113th Congress;
275 new members in both chambers since 2006**

HOUSE APPROPRIATIONS: Rogers (R-KY) and Lowey (D-NY) to lead the Committee. Granger (R-TX) and Lowey (D-NY) 6 new Republicans named to the Committee.

SENATE APPROPRIATIONS: Inouye (D-HI) and either Cochran (R-MS) or Shelby (R-AL) to lead the Committee. Leahy and Graham stay at SFOPS

HOUSE FOREIGN AFFAIRS: New Chairman and RM – Royce (R-CA) and Engel (D-NY). New R Subcommittee chairs expected, and several vacancies on the R and D sides to be filled.

SENATE FOREIGN RELATIONS: New RM – Corker (R-TN) and maybe new Chairman – Menendez (D-NJ).

GLOBAL AIDS POLICY ISSUES CONFRONTING CONGRESS NEXT YEAR

PEPFAR Reauthorization

Global Health Initiative 2.0 and Funding



ISSUES IMPACTING REAUTHORIZATION

OUTCOME OF FISCAL CLIFF NEGOTIATIONS: Budget climate may make large authorization impossible.

CONGRESSIONAL AND ADMINISTRATION LEADERSHIP: Does the political leadership exist to move a bill?

ADVOCACY COMMUNITY: Do the pros of an authorization outweigh the potential cons?

THE OBAMA LEGACY: GHI hasn't taken off as a concept, and the "P" in PEPFAR was President Bush.

PIECEMEAL POLICY-MAKING MORE LIKELY

PRECEDENT FOR APPROPRIATORS TO CODIFY PROGRAMS:

Appropriators have a long history of legislating changes to programs through funding bills and could choose to do the same this year.

INSTITUTE OF MEDICINE REPORT: Appropriators could use the IOM report (due in January) as the basis for reforms through the SFOPS bill.

PEPFAR BLUEPRINT: The Administration and Congress could use the PEPFAR Blueprint to tweak the program without a major reauthorization bill.

THANK YOU

Questions and Discussion