

# MACA

## Insurance Alone

**Public underwriting. Lower waste. Healthcare funding without new broad taxes.**

California families and businesses already pay nearly \$476 billion a year in insurance premiums. If California builds its own public underwriting system, even a 2%-5% net surplus could generate roughly \$14B-\$29B per year today, and potentially \$19B-\$43B per year by 2030. MACA will use public underwriting, lower administrative waste, fraud control, and investment income to help fund free healthcare without raising personal income tax, property tax, or sales tax.

- 1. California already has a major insurance funding base.** MACA recognizes that nearly \$476 billion in annual insurance premiums already flows from California families and businesses, creating a large existing base that can be organized more efficiently for public benefit.
- 2. Public underwriting keeps more value in California.** MACA will build a California public underwriting system that reduces profit leakage, stabilizes coverage, and keeps more premium dollars working for Californians.
- 3. Lower administrative waste means lower cost.** MACA will reduce duplicative administrative overhead, excessive middle costs, and unnecessary private waste so more insurance dollars go to claims, prevention, and care.
- 4. Fraud control strengthens the pool.** MACA will use strong anti-fraud enforcement, transparent claims rules, and modern oversight tools so honest families and businesses are protected and system losses are reduced.
- 5. Insurance alone can generate real annual surplus.** Even a 2%-5% net surplus on today's premium base could generate roughly \$14B-\$29B per year now, and potentially \$19B-\$43B per year by 2030, creating a meaningful long-term funding stream.
- 6. Free healthcare without raising broad taxes.** MACA will use public underwriting, fraud savings, lower waste, and investment income to help fund free healthcare without raising personal income tax, property tax, or sales tax.
- 7. Accountability, transparency, and statewide benefit.** MACA will publish annual results on premium flows, claims performance, reserves, investment income, fraud savings, and healthcare funding so every county can see the savings and public return.