



Enriching Our Native Way of Life

February 24, 2015

Governor Bill Walker
Alaska State Capitol Building
P.O. Box 110001
Juneau, AK 99811-0001

Dear Governor Walker:

Bristol Bay Native Corporation (BBNC) supports Medicaid expansion. Medicaid expansion is critical to improving access to health care for thousands of Alaskans. Expansion will also bring the state close to a billion dollars in new federal spending over the short-term and will support programmatic reforms that will save the state additional Medicaid dollars over the long-term. Accordingly, BBNC encourages you to expand the Medicaid program.

Studies suggest that expanding Medicaid will greatly reduce the number of uninsured Alaskans and will save lives - by some estimates 30 lives a year. Without insurance many individuals are forced to ignore health issues until they become unbearable and they are forced to seek care in an emergency room. Medicaid expansion will allow these individuals to seek medical attention much earlier and in a primary care setting.

Expansion will also increase the level of substance abuse treatment and care available to many Alaskans. A disproportionate number of Alaska Natives are incarcerated for offenses that are more often than not either directly or indirectly related to alcohol and substance abuse. While incarcerated individuals can often receive substance abuse treatment while they are in state custody, there is no continuing treatment available once these individuals are released. Medicaid expansion will increase the amount of drug and alcohol counseling available outside of incarceration and should reduce recidivism rates. This is of critical importance to rural Alaska.

Medicaid expansion also makes sense from a finance perspective. In 2011, Alaska hospitals provided 90 million dollars in uncompensated emergency room care. These are costs that the state's health care system had to absorb and spread to other patients (and their insurers) through higher health care rates. Other states that have expanded Medicaid have seen their uncompensated hospital costs fall by as much as 30%. Should Alaska hospitals see a similar reduction in uninsured costs, more than 10 million dollars per year in uninsured costs could be avoided.

Alaska currently faces numerous social and fiscal challenges. Medicaid expansion offers a rare opportunity to address one of the social challenges while also bringing new federal funding to the state. From this perspective, the decision to expand the state's Medicaid program should be any easy one. We encourage your administration to work with the legislature to get this important task completed. Alaska and Alaskans stand to benefit greatly.

Regards,



Jason Metrokin
President & CEO