My name is Abigail Hills. I am from a small town on Prince of Wales Island. I am in tenth grade and I go to Naukati School.

I am interested in HB 176 because the town that I live in does not have any working fire trucks that hold water. My town does a lot of fundraising but never gets enough money to buy a good, working fire truck that holds water. In the last year and a half, our town has had three or more buildings burn to the ground because we do not have a working fire truck that holds water. We have tried pumps but they do not work. With no fire truck that can hold water, we are unable to put the fire out, so we have to let the buildings burn.

This bill would help us because a new fire truck would be able to salvage some of the building instead of letting the building burn to the ground like most other buildings have. With this bill, we will be able to fundraise money for a new water truck instead of raising money to go towards the ambulance and its supplies. The bill will help us save money on the supplies and that money will go to the water truck.

I care very much about this bill because one of the houses that burnt down was my best friend's house.

I fully support this bill. I am hoping you will do the same and vote yes.



Tel (907) 586-1325 • Fax (907) 463-5480 • www.akml.org

March 23, 2018

Senate Health & Social Services Chair, Sen. David Wilson State Capitol Building, Room 115 Juneau, Alaska 99811

RE: HB 176 – An Act relating to medical assistance reimbursement for emergency medical transportation services; and providing for an effective date.

Dear Senator Wilson,

Thank you for the opportunity to weigh in on this bill. The Alaska Municipal League is fully supportive of this bill.

This bill directs HESS to develop a program that would provide supplemental reimbursement from the federal government, followed by a pass-through to municipal (and non-profit and/or public) emergency medical transportation systems for the high cost of transporting individuals on medical assistance. The State would retain administrative expenses upon reimbursement from the federal government.

Each municipality (service provider of such) has set rates for EMS calls. Most municipal fire departments set their rates at approximately what the insurance companies will pay. The municipal billing department sends a patient's insurance company a bill for (hypothetically) \$1,000. The insurance company pays (hypothetically) 80% or \$800 and the remainder of the bill is sent to the patient for payment. Medicare and Medicaid, by law, receive the same \$1,000 bill (if they are the insurer), but unlike the private insurance companies, pay only \$450 of that bill. By law, the remainder cannot be billed back to the patient and the provider of the ambulance absorbs that as lost revenue or bad debt. As the number of people eligible for Medicaid increases, the amount of money written off also increases. There are additional expenses to provide EMS services that cannot be passed on to the patients or the cost to the patient would become unreasonable. Those items include ambulance maintenance, a percent of the facility maintenance dedicated to EMS, additional responders such as paid firefighters or volunteers, and medical equipment replacement. All of these costs are currently funded by local tax dollars. This bill allows municipalities to enter into negotiations with the federal government to identify what costs they are willing to reimburse.

Please call me if you have any questions on this bill. Thank you.

Kathie Wasserman

FUNTEDY

Jass er men

# Fairbanks North Star Borough

Mayor's Office

PO Box 71267 | 907 Terminal Street | Fairbanks, Alaska 99707-1267 | (907) 459-1300 | www.fnsb.us

March 26, 2018

Senate Health & Social Services Committee Attn: Chair, Senator David Wilson Alaska State Capitol Building Juneau, Alaska 99811

RE: HB 176

The Fairbanks North Star Borough offers our <u>support</u> to <u>HB 176</u> regarding emergency medical transport services payments.

The Fairbanks North Star Borough provides non areawide emergency medical services funded through a combination of service fees and a tax levy. The cost of providing the service is split evenly between these two revenue sources. When a Medicaid-eligible patient is transported to the hospital, only a fraction of the cost is reimbursed by Medicaid. The GEMT Supplementary Reimbursement Program is a way to recover some of the uncompensated costs above what Medicaid covers.

The FNSB charges \$1,000 per ambulance transport, plus mileage charges; however, the average Medicaid reimbursement is only \$455 per patient. During CY 2016, approximately thirty percent of the patients transported by borough EMS providers were Medicaid beneficiaries, accruing more than \$430,000 in uncompensated costs. These uncompensated costs could be recoverable under the GEMT program.

Last year, the FNSB Assembly passed Resolution 2017-08 in support of legislation to facilitate implementation of an Alaska GEMT Supplemental Reimbursement Program.

I respectfully urge your support.

Kal W Kasul

Thank you,

Karl W. Kassel

Mayor



## **ALASKA FIRE CHIEF'S ASSOCIATION**

One Sealaska Plaza, Suite 200 Juneau, Alaska 99801 (907) 586-1325 Fax (907) 463-5480

www.alaskafirechiefs.org

February 13, 2018

Representative Adam Wool State Capitol Room 412 Juneau, Alaska 99801

Rep. Wool,

I am writing on behalf of the Alaska Fire Chiefs Association in support of House Bill 176, an Act relating to medical assistance reimbursement for emergency medical transportation.

HB 176 will allow fire departments across Alaska recover some of the otherwise unrecoverable expenses related to providing emergency medical care to patients covered under the Medicaid system. Currently these additional expenses are absorbed by either the local government or the agency providing the medical care.

This program will not incur any costs to the State of Alaska; as administrative costs can be billed back into this federal program. This program is not part of the Medicaid expansion and is not dependent on the Affordable Care Act. This is part of an entitlement program that has been around for many years. Three states have completed legislation and several more are in the process of adopting legislation.

This program, if approved by the Alaska Legislature, allows EMS providers to bill the federal system annually for the approved costs. This will put real dollars back into our communities and allow departments the opportunity to survive during these fiscally uncertain times. These dollars could mean additional staffing, medical equipment, training, or as simple as heat and electricity in buildings. Your large municipalities could see large dollar amounts annually coming back to them. However the real difference will be the small communities that struggle just to pay for fuel in their ambulance. This program would make the difference between an EMS program barely surviving out of the generosity of volunteers to creating a legitimate program that can provide training to its members and purchase equipment that is not worn out as part of a surplus program.

The Alaska emergency services are seeing direct impacts of the low oil prices. Fire departments have greatly reduced participation in state wide programs. The fire Marshal's Office has closed offices and drastically cut the number of life safety inspections they do. Some of our communities cannot even pay to heat some of the community buildings any longer.

From the perspective of the Alaska Fire Chiefs, this program is a win, win for all of Alaska. This relieves some of the financial burden on the local community, it provides real dollars into a struggling EMS system, and it improves the medical care patients receive in the prehospital setting; all without costing Alaska **any** additional dollars.

We strongly support HB 176. This could be one of the most important pieces of legislation in decades to improve emergency services across the entire state. We would encourage you to support HB 176 as well.

Respectfully,

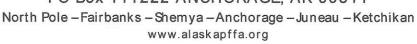
Jeff Tucker, President

Alaska Fire Chiefs Association



## ALASKA PROFESSIONAL FIRE FIGHTERS ASSOCIATION

PO Box 111222 ANCHORAGE, AK 99511





February 13, 2018,

Representative Adam Wool
State Capital Room 412
Juneau, Alaska 99801

#### Representative Wool:

I am writing today in support of HB 176 the Ground Emergency Medical Transport bill. HB 176 would allow fire departments and EMS providers to receive a higher rate of reimbursement for transporting patients covered by Medicaid. Currently fire departments and EMS providers are often reimbursed at a fraction of the actual cost for medical transports. HB 176 allows agencies in the state to begin to rectify this problem. At a time when cities across Alaska struggle to provide basic services, HB 176 will provide a level of financial relief by helping agencies receive reimbursement that is closer to actual cost.

Fire departments and EMS providers determine the cost of a medical transport and then bill accordingly. When a department transports a Medicaid patient they may only be reimbursed at a fraction of the actual cost. The difference between the cost of a transport and the amount reimbursed forces local taxpayers to make up the shortfall. HB 176 will allow providers of EMS to recoup expenses that are closer to the actual cost of the transport after departments demonstrate the accurate cost. This additional revenue can be used to bolster public safety in communities that receive it.

Many states have passed bills similar to HB 176 and are seeing an increase in revenue for transports related to Medicaid patients. At a time when our economy is struggling, we should look for ways to continue to fund vital services. HB 176 will help all communities across Alaska providing EMS.

In closing I would like to encourage the Legislature to pass HB 176. EMS is a vital service relied upon by the citizens of Alaska. The importance of this bill is magnified by the current economic situation in our state. HB 176 will help providers of emergency medical transport weather this economic storm and continue to serve the citizens of Alaska.

Thomas A Wescott

President Alaska Professional Fire Fighters

#### **RESOLUTION NO. 4825**

### A RESOLUTION IN SUPPORT OF HOUSE BILL 176, AN ACT RELATING TO MEDICAL ASSISTANCE REIMBURSEMENT FOR GROUND EMERGENCY MEDICAL TRANSPORTATION SERVICES

WHEREAS, the City of Fairbanks provides emergency medical services to citizens and visitors in Interior Alaska; and

WHEREAS, the City of Fairbanks receives partial reimbursement for the cost of providing emergency medical services to Medicaid beneficiaries; and

WHEREAS, the city of Fairbanks emergency medical service providers incur additional uncompensated costs when providing services to Medicaid beneficiaries; and

WHEREAS, Federal Centers for Medicare and Medicaid Services provide supplementary reimbursement of uncompensated costs incurred by emergency medical service providers in the treatment and transportation of Medicaid beneficiaries in states participating in the Ground Emergency Medical Transportation program; and

WHEREAS, the Centers also provide reimbursement for the administrative costs associated with administration of the Ground Emergency Medical Transportation program; and

WHEREAS, the Ground Emergency Medical Transportation program is not part of any Medicaid expansion effort and is not associated with the Affordable Care Act; and

WHEREAS, enacting Ground Emergency Medical Transportation is a first step in facilitating implementation of the Ground Emergency Medical Transportation program in Alaska.

**NOW, THEREFORE, BE IT RESOLVED** that the Fairbanks City Council supports legislation facilitating implementation of the Ground Emergency Medical Transportation program in Alaska.

PASSED and APPROVED this 5th day of February 2018.

Jim Matherly, Mayor

AYES:

PASSED and APPROVED on the CONSENT AGENDA

NAYS:

None

ABSENT: APPROVED:

None February 5, 2018

ATTEST:

APPROVED AS TO FORM:

D. Danyielle Snider, CMC, City Clerk

Paul Ewers, City Attorney



## **Fairbanks Fire Department**

1101 Cushman Street, Fairbanks, AK. 99701-4620 (907) 450-6600 Fax (907) 450-6666 fire@fairbanks.us



### Jim Styers, Fire Chief

February 10, 2018

The Honorable Adam Wool House of Representatives Alaska State Capitol Juneau, Alaska 99801-1182

**Support for Ground Emergency Transport (HB176)** SUBJECT:

Dear Representative Wool.

I am writing to you today in support of HB 176 the Ground Emergency Transport bill. HB 176 will benefit fire departments and EMS providers throughout the State of Alaska by allowing them to receive a higher rate of reimbursement for transporting patients that are covered by Medicaid. The current amount received for transport of a Medicaid patient does not come close to cover the cost to the transporting agency.

In 2017 the City of Fairbanks fire department transported just over 1,000 Medicaid patients. The uncompensated costs were over \$600,000. This uncompensated cost is placed on the local taxpayer. Passing of HB 176 will help cover most of the uncompensated cost. This additional revenue can be used to increase public safety within the City of Fairbanks.

With the State's current financial shortage, it's also having an affect on the City of Fairbanks financial situation. This year the City is losing several full time positions including one firefighter position. The fire department's run volume has increased 19% over the last three years. This increase in call volume has caused an increase in requests from area departments for assistance. Area departments are not able to continue giving this amount of assistance to the City of Fairbanks. They have started to turn down requests leaving citizens in need waiting for help they need. The additional revenue generated will go a long way in helping the City to respond to the increase and reduce the amount of mutual aid requested from area departments.

I strongly urge your support of funding the HB176, as this will help not only the citizens of Fairbanks but all citizens in Alaska.

Sincerely,

James N Styers

Fire Chief



### Steese Volunteer Fire Department, Inc.

800 William C. Leary Lane Fairbanks, Alaska 99712

Phone: (907) 457-3710 Fax: (907) 457-1512

Mitch Flynn, Fire Chief

February 13, 2018

Dear Representative Adam Wool,

Thank you for supporting HB176 that supports "GEMT" for Alaska's ambulance ground transport services. This bill allows public ambulance transport agencies to receive supplemental reimbursement from the Federal Government for ambulance transports. It provides the needed legislation to allow federal reimbursement funds to flow through the state and then back to public agencies that provide emergency ambulance and transports for qualifying Medicaid patients.

A single Medicaid payment provides an average of \$455 for each transport where the true cost to provide the service is close to \$1,100 per transport within the Fairbanks North Star Borough. This federal legislation will provide much of the balance shortfall we experience. Thank you for support in this legislation.

Respectfully,

Mitch Flynn, Fire Chief

Steese VFD

800 William C. Leary Lane

Fairbanks, AK 99712

907-457-1519 (office)

907-347-7685 (cell)

907-457-1512 (fax)

mitch.flynn@steesefire.org



February 1, 2018

Co-Chair Rep. Neal Foster Co-Chair Rep. Paul Seaton Alaska House Finance Committee State Capitol Juneau, AK 99801

RE: HB 176

Dear Co-Chairs Foster and Seaton:

I am writing in support of House Bill 176, an Act relating to medical assistance reimbursement for emergency medical transportation.

HB 176 will allow fire departments across Alaska recover some of the otherwise unrecoverable expenses related to providing emergency medical care to patients covered under the Medicaid system. Currently these additional expenses are absorbed by either the local government or the agency providing the medical care. I am told that HB 176, if adopted, will not incur any costs to the State of Alaska. This program is apparently not part of the Medicaid expansion and is not dependent on the Affordable Care Act.

If approved by the Alaska Legislature, HB 176 allows eligible EMS providers to bill the federal system annually for certain approved costs. The ability to do so will provide funding to our EMS departments. Those dollars could mean additional staffing, medical equipment, training, or as simple as heat and electricity in buildings. In the case of the City of Craig, the EMS annual budget of \$172,000 is offset by service revenues of approximately \$30,000. Efforts that allow the city to recoup additional service revenues from ambulance runs are sorely needed.

The City of Craig encourages you to support HB 176 as well.

Sincerely,

Jon Bolling

Craig City Administrator

Cc: Rep. Jonathan Kreiss-Tomkins