

ALASKA NATIVE TRIBAL HEALTH CONSORTIUM

ALEUTIAN PRIBILOF ISLANDS ASSOCIATION

ARCTIC SLOPE NATIVE ASSOCIATION

BRISTOL BAY AREA HEALTH CORPORATION

CHICKALOON VILLAGE TRADITIONAL COUNCIL

CHUGACHMIUT

COPPER RIVER NATIVE ASSOCIATION

COUNCIL OF ATHABASCAN TRIBAL GOVERNMENTS

EASTERN ALEUTIAN TRIBES

KARLUK IRA TRIBAL COUNCIL

KENAITZE INDIAN TRIBE

KETCHIKAN INDIAN COMMUNITY

KODIAK AREA NATIVE ASSOCIATION

MANIILAQ ASSOCIATION

METLAKATLA INDIAN COMMUNITY

MT. SANFORD TRIBAL CONSORTIUM

NATIVE VILLAGE OF EKLUTNA

NATIVE VILLAGE OF EYAK

NATIVE VILLAGE OF TYONEK

NINILCHIK TRADITIONAL COUNCIL

NORTON SOUND HEALTH CORPORATION

SELDOVIA VILLAGE TRIBE

SOUTHCENTRAL FOUNDATION

SOUTHEAST ALASKA REGIONAL HEALTH CONSORTIUM

TANANA CHIEFS CONFERENCE

YAKUTAT TLINGIT TRIBE

YUKON-KUSKOKWIM HEALTH CORPORATION

VALDEZ NATIVE TRIBE

Alaska Native Health Board

THE VOICE OF ALASKA TRIBAL HEALTH SINCE 1968

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March 4, 2025

Sent via Electronic Mail

The Honorable Senator Lisa Murkowski 522 Hart Senate Office Building Washington, DC 20510

The Honorable Senator Dan Sullivan 702 Hart Senate Office Building Washington, DC 20510

The Honorable Congressman Nick Begich 153 Cannon House Office Building Washington, DC 20510

RE: Impacts of Federal Medicaid Program Cuts

Dear Senator Murkowski, Senator Sullivan, and Congressman Begich,

The Alaska Native Health Board (ANHB)¹ writes to express deep concern about possible changes to the federal Medicaid program and the significant harm these changes would cause in rural Alaska. Medicaid reimbursement for healthcare services and the revenue that this generates is essential to the Alaska Tribal Health System's ability to provide quality healthcare to rural Alaskans. We urge you to protect Medicaid and to ensure that Tribes and Tribal Health Organizations are shielded from any changes to the program.

According to the State of Alaska's most recent Medicaid claims and enrollment data, more than 252,000, or one in three, Alaskans rely on Medicaid and the Children's Health Insurance Program (CHIP) to pay for healthcare. Alaska Native and American Indian people make up nearly 40% (77,861) of Medicaid recipients in Alaska. Medicaid is also the single largest payer for behavioral health services in the United States, a critical issue for Alaskans.

¹ Established in 1968, ANHB's mission is to promote the spiritual, physical, mental, social, and cultural well-being and pride of Alaska Native people. ANHB is the statewide voice on Alaska Native health issues for the Alaska Tribal Health System, which is comprised of Tribes/Tribal Health Organizations that serve all 229 Tribes and over 188,000 Alaska Native and American Indian people throughout the Alaska. As the statewide advocacy organization, ANHB supports achieving effective consultation and communication with state and federal agencies on matters of concern.

The Indian health system has long suffered from inadequate funding, and Alaska Native and American Indian people experience some of the worst health disparities in the country. Nearly fifty years ago, Congress recognized these challenges and authorized the Indian Health Service (IHS) to bill Medicaid and Medicare for the healthcare provided by IHS and Tribal entities to eligible patients.² This additional revenue stream was designed to supplement the consistently inadequate funds provided through Congressional appropriations to IHS. Indeed, federal law requires IHS and Tribal contractors to spend this revenue on their healthcare programs, meaning that every dollar earned from Medicaid billing is used to improve and expand the care provided to beneficiaries.³

Today, IHS and Tribal healthcare providers are *required* to bill Medicaid and other third-party payers first (where appropriate) before spending IHS funds on patient care.⁴ And Medicaid revenues are a critical form of income for both IHS and Tribal healthcare providers. As the Supreme Court recently recognized in *Becerra v. San Carlos Apache Tribe*, 602 U.S. 222, 242 (2024), program income earned from Medicaid and other third-party payers is crucial to Tribes' ability to engage in self-determination by providing healthcare to their members. As IHS has acknowledged, Medicaid funds and other program income are essential to maintaining accreditation for Tribal facilities and ensuring that standards of care are met. If Medicaid is cut and fewer Alaska Native and American Indian people are eligible, Tribal healthcare providers will lose this critical funding stream.

Tribal healthcare programs rely on Medicaid revenue. Tribal health programs use the revenue generated from Medicaid billing to provide additional healthcare services and improve the quality of care available in rural Alaska. Without this revenue, Tribal health programs would not be able to maintain the same quality and amount of care and would be forced to make significant cuts. And in much of rural Alaska, Tribal healthcare providers are the *only* healthcare providers for all residents, regardless of Tribal affiliation. As a result, cuts to Medicaid would impact the affordability of and access to care, leading to reduced health outcomes for all Alaskans.

If Congress makes any changes to Medicaid, it is imperative that Tribal health providers and the people they serve are not harmed as a result. For example, if Congress is considering imposing work requirements on individuals for Medicaid eligibility, it should ensure that any such legislative changes exempt Alaska Native and American Indian people from these requirements. Alaska Native and American Indian people face unique barriers in complying with the paperwork required to satisfy work requirements. They often lack reliable access to postal and broadband services, and face language barriers. Additionally, many Alaska Native and American Indian people have work that does not provide employment documentation, which poses an additional barrier to demonstrating compliance with work requirements. This work can include traditional subsistence farming, hunting, and fishing, as well as tax-exempt sources of income from Tribal resource development activities. Imposing a work requirement on these individuals would

² See 42 U.S.C. §§ 1395qq(a), 1396j(a).

³ 25 U.S.C. § 5325(m)(1), § 1641(d)(2)(A).

⁴ 25 U.S.C. § 1623(b).

penalize people who are actively serving their communities and would substantially reduce the funds available to Tribal healthcare providers.

Work requirements are just one example of a change to Medicaid that would harm Alaska's Tribal health system unless exemptions are made. As new policies are proposed and come before you, please consider them through their impact on healthcare in rural Alaska and remember the extreme importance of Medicaid revenues for Alaska's Tribal health system as a whole. If Medicaid is cut, corresponding increases must be made to the IHS appropriation so that Tribal health programs remain whole. After all, Congress authorized these programs to bill Medicaid to make up for insufficient IHS appropriations; if that supplemental revenue is now reduced, then the IHS appropriation must adjust accordingly.

Thank you for prioritizing access to quality healthcare for all of Alaska. We thank you for your work on this matter. ANHB appreciates the opportunity to share our comments and concerns. Please let us know if you have any questions about the importance of Medicaid or if we can provide additional information about the Tribal health system, contact ANHB at <u>anhb@anhb.org</u> or via telephone at (907) 729-7510.

Sincerely,

Chief William F. Smith, Chairman Alaska Native Health Board Tribally Elected Leader of the Valdez Native Tribe



March 10, 2025

Sent Via Electronic Mail The Honorable Lisa Murkowski United States Senate 522 Senate Hart Office Building Washington, D.C. 20510 Amber_Ebarb@indian.senate.gov

The Honorable Dan Sullivan United States Senate 702 Senate Hart Office Building Washington, D.C. 20510 Larry_Burton@sullivan.senate.gov

The Honorable Nick Begich United States House of Representatives Washington, DC 20515 michael.horanburg@mail.house.gov

Re: Opposition to proposed cuts to Medicaid funding

Dear Senator Murkowski, Senator Sullivan, and Representative Begich:

On behalf of the Alaska Federation of Natives (AFN), and its membership of 177 federally recognized Tribes, 154 village corporations, 9 regional corporations, and 9 regional non-profit and Tribal consortiums, I write to express our strong opposition to any proposed cuts to Medicaid funding. Medicaid is a crucial component of healthcare in Alaska, directly impacting the lives of numerous Alaskans and supporting our economy.

As you know, Medicaid funding contributes approximately \$2 billion to our state's economy. It provides essential healthcare services to our most vulnerable populations, including children, the elderly, and those with disabilities. The potential transition to block grants and implementing a per-capita funding formula could severely jeopardize access to care for many individuals, particularly in rural and underserved communities.

We recognize and appreciate the efforts of various organizations and leaders who have spoken out against these proposed cuts, including the joint letters sent to Congress by

national government associations, Alaska's presiding officers, and all 50 state medical associations. The collective voice of our community must continue to resonate strongly to ensure that our concerns are heard.

Discussions around Medicaid funding cuts are particularly concerning for Indian Health Service (IHS) beneficiaries. The Indian health system has long been underfunded, and Alaska Native and American Indian people continue to experience some of the worst health disparities in the country. Recognizing these challenges nearly 50 years ago, Congress authorized IHS to bill Medicaid and Medicare for services provided by IHS and Tribal healthcare facilities.

Medicaid funding is essential for these facilities to maintain accreditation and meet healthcare standards. If Medicaid is cut, fewer Alaska Native and American Indian people will be eligible, leading to a significant loss of revenue for Tribal healthcare providers. In rural Alaska, where Tribal facilities often serve as the only healthcare providers for all residents—regardless of Tribal affiliation—these cuts would jeopardize access to care for entire communities.

Protecting Medicaid is not just about funding; it is critical for ensuring healthcare access, promoting social equity, and upholding justice for our communities.

We urge you to join us in advocating against any reductions to Medicaid funding. As a united front, we believe that we can effectively convey the importance of maintaining and enhancing Medicaid services for the people of Alaska.

Thank you for considering our request. We hope to collaborate with you in expressing our shared commitment to preserving Medicaid for the betterment of all Alaskans.

Gunalcheesh/Quyana/Mahsi/Thank you,

Benjamin Mallott President



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Member of the National League of Cities and the National Association of Counties

February 28, 2025

The Honorable Senator Lisa MurkowskiThe Honorable Dan SullivanU.S. SenateU.S. Senate

The Honorable Nick Begich U.S. House of Representatives

RE: Impacts of Proposed Medicaid Changes on Alaska's Local Governments

Dear Senator Murkowski, Senator Sullivan, and Congressman Begich,

On behalf of Alaska's cities, boroughs, and local governments, we write to express grave concerns about proposed changes to Medicaid financing and eligibility requirements currently under consideration by Congress. These changes, including potential reductions to federal Medicaid funding and increased state cost-sharing, would have catastrophic consequences for Alaskan communities, particularly our rural and Tribal communities.

Medicaid is a critical component of Alaska's healthcare system, covering nearly one-third of our state's residents, including children, seniors, individuals with disabilities, and low-income adults. It supports half of all births in Alaska, provides access to behavioral health services, and sustains rural hospitals and healthcare providers, many of which operate on razor-thin margins. The federal government's enhanced match rate for Medicaid expansion has been instrumental in ensuring access to care, particularly for communities facing high costs of healthcare delivery.

Proposals to reduce the federal match rate, implement block grants, or cap per capita funding would shift significant financial burdens to the State of Alaska and its local governments. This could result in:

- Coverage losses for tens of thousands of Alaskans, leading to increased medical debt and uncompensated care costs.
- Severe impacts on rural hospitals and clinics, many of which already struggle to remain operational due to Alaska's high cost of healthcare delivery.
- Increased financial pressure on local governments, which are often the last line of support for residents in need of medical and behavioral health services.

Alaska's local governments are already managing declining state revenues and increasing infrastructure and public safety needs. They cannot absorb the costs of a weakened Medicaid program without substantial cuts to other essential services. The Congressional Budget Office has projected that under some of these proposed Medicaid changes, half of those who lose coverage would become uninsured, which would only compound the health and economic crises facing our communities.

We urge Congress to reject proposals that would reduce federal Medicaid funding or restrict state flexibility in program administration. Instead, we ask for continued partnership in strengthening Medicaid so that it can meet the unique healthcare needs of Alaskans, particularly in rural and high-cost environments like ours.

We appreciate your attention to this critical issue and stand ready to work with you to ensure a sustainable and effective Medicaid program for Alaska and the nation.

Sincerely,

Nils Andreassen

Executive Director