The Honorable Bruce Rauner Governor, State of Illinois State Capitol Room 207 Springfield, IL 62706

February 7, 2018

Dear Governor Rauner,

As leading state and local organizations concerned about the health and well-being of Illinois' families, we urge you to oppose adding work requirements to Illinois' Medicaid program. Medicaid protects the health and financial security of Illinoisans, while punitive work requirements would strip people of these benefits—and cost the State of Illinois billions of Federal dollars—all with no benefit for our state. Simply put, work requirements do not work.

The Centers for Medicare and Medicaid (CMS) recently announced that they will allow states to apply for waivers to add work requirements for "able bodied" Medicaid recipients. Such a move creates barriers to accessing care, penalizes individuals who have lost employment or have difficulty securing consistent employment by denying them health coverage, and undermines the purpose of Medicaid all together: assisting low-income people to obtain medical services. Imposing work requirements would damage the health of people who would lose access to lifesaving healthcare as a result.

Medicaid is instrumental to Illinois' safety net, supporting the health, well-being, and financial security of over three million individuals<sup>1</sup> in our state. The evidence is clear that when consumers have a reliable source of high-quality health coverage, they are able to access critical health services, including prevention and behavioral health services; experience better overall health status and improved health outcomes; and are protected against unexpected medical expenses. Reductions in program eligibility—which will result from instituting punitive work requirements, fundamentally jeopardize the health and financial security of people across Illinois.

In addition to jeopardizing the health of individuals in Illinois, work requirements in Medicaid would mean that Illinois would forfeit billions of federal dollars putting an immense strain on an already strained state budget. Medicaid insurance coverage supports families and fiscally supports the health clinics and hospitals where enrollees receive care. When people don't have coverage, their health problems go unaddressed until acute conditions land them in costly emergency room healthcare—a whopping bill that will be felt across Illinois communities. Medicaid supports those institutions' ability to provide better, more cost-effective primary and preventive healthcare, rather than allowing medical conditions to fester and worsen, which would multiply the costs and harm of the illness to the patient and the cost of uncompensated care for our local providers. In short, work requirements would result in huge costs to hospitals, clinics, and local governments caused by reduced coverage for some patients, loss of reimbursement for their care, and a reversal toward costlier healthcare delivery. This is the wrong direction for the health system and Illinoisans cannot afford to pay more for worse care.

Moreover, Illinois would be short-sighted to implement these policies: there is no evidence that work requirements increase long-term employment, reduce poverty, or promote positive health outcomes. Instead, such a move will create barriers, penalize individuals, and hurt health outcomes for over one

<sup>&</sup>lt;sup>1</sup> Illinois Department of Healthcare and Family Services, "Number of Persons Enrolled in the Entire State – FY 2017" https://www.illinois.gov/hfs/info/factsfigures/Program%20Enrollment/Pages/Statewide.aspx

million individuals<sup>2</sup> by denying them health coverage for circumstances beyond their control. Furthermore, creating new, onerous Medicaid eligibility criteria will make it more difficult for Illinoisans to access healthcare, including mental health and substance use treatment. As opioid fatalities continue to skyrocket in our state, we recognize that we are battling a public health crisis. Access to treatment is critical in Illinois' goal to reduce opioid deaths by a third in 2020. Now is not the time for more red tape that puts treatment even further out of reach when it is so desperately needed.

Lastly, requiring work for Medicaid eligibility would further alienate people struggling to make ends meet. Most adults with Medicaid already work or are ill or have a disability or are caring for family or in school – but nearly all would face new obstacles to coverage from work requirements. Additionally, the administration of work requirements in other programs has proved time consuming, lacking real-time accuracy, and has presented a costly bureaucratic burden to states. Adding more bureaucratic red tape will only lead to more budget and backlog issues for the Illinois Department of Healthcare and Family Services.

Work requirements won't work for the people of Illinois. To support working people and enable them to work, we need solutions that increase access to employment, income, economic opportunities, affordable childcare—and healthcare. People's ability to work is dependent in large part on their relative health, which is linked in part to healthcare access. Adding a new barrier to insurance would do nothing to support people going to work. We call on you to denounce this short-sighted and backward policy and reassure low income people in Illinois that the state will not implement cruel work requirements—but will instead continue to help meet the health needs of all Illinoisans so they can truly thrive.

Sincerely,

**AARP** 

ACA Consumer Advocacy

Access Living

**ACLU** of Illinois

Action for a Better Tomorrow

Action for a Better Tomorrow - Northern Suburbs

Action Illinois

Age Options

AIDS Foundation of Chicago

Alliance for Community Services - IL

American Diabetes Association

Association House of Chicago

Center on Halsted

Champaign County Health Care Consumers

<sup>&</sup>lt;sup>2</sup> Illinois Department of Healthcare and Family Services, "Number of Persons Enrolled in the Entire State – FY 2017" https://www.illinois.gov/hfs/info/factsfigures/Program%20Enrollment/Pages/Statewide.aspx. For this figure, we included the "ACA Newly Eligible Adults" and "Other Adults."

Chicago Coalition for the Homeless

Chicago Hispanic Health Coalition

Chicago Metropolitan Battered Women's Network

Chicago Women's AIDS Project

Children's Home and Aid

Citizen Action/Illinois

Community Behavioral Healthcare Association (CBHA)

Cook County Department of Public Health

Cook County Health and Hospitals System

Disability Resource Center

E-Town Wellness

Eastern Illinois Foodbank

Ecker Center for Mental Health

Erikson Institute

Esperanza Health Centers

**Everthrive Illinois** 

Family Service and Mental Health Center of Cicero

**Greater Chicago Food Depository** 

Greater Illinois Pediatric Palliative Care Coalition

Health & Medicine Policy Research Group

Health Justice Project, Beazley Institute for Health Law and Policy, Loyola University Chicago School of Law

Healthy Illinois Campaign

Heartland Alliance

Housing Action Illinois

Illinois Coalition for Immigrant and Refugee Rights

Illinois 123GO

Illinois Action for Children

Illinois Alliance for Retired Americans

Illinois Association for Behavioral Health

Illinois Chapter, American Academy of Pediatrics

Illinois Collaboration on Youth

Illinois Primary Health Care Association

Illinois Psychiatric Society

Illinois Public Health Institute

Inclusion PAC

Indivisible Brookfield

Indivisible Carbondale

Indivisible IL 12th

Indivisible Illinois

Indivisible Lincoln Square (Health Care Committee)

Indivisible NWIL

Indivisible Oak Park Area

Indivisible Rock Island County

Indivisible South Suburban Chicago

Indivisible Springfield

Indivisible West Suburban Action League

Indivisible Women Chicago

Infant Welfare Society of Chicago

Jewish Child & Family Services

Kaleidoscope

Lake County Health Department and Community Health Center

League of Women Voters of Illinois

Legal Council for Health Justice

Memorial Behavioral Health

Mental Health America of Illinois

Mental Health Board McHenry County II.

Mental Health Summit

Metropolitan Chicago Breast Cancer Task Force

Mobile Care Chicago

NAMI Barrington Area

NAMI CCNS

NAMI Chicago

NAMI Illinois

NAMI Lake County

National Association of Social Workers, Illinois Chapter

National Kidney Foundation of Illinois

North/Northwest Suburban Task Force on Supportive Housing for Individuals with Mental Illness

**OFA Springfield** 

Open Door Clinic of Greater Elgin

Organizing Neighborhoods for Equality: Northside (ONE Northside)

Ounce of Prevention Fund

Pediatric AIDS Chicago Prevention Initiative

Planned Parenthood of Illinois

Protect Our Care Illinois

Public Health Institute of Metropolitan Chicago

Rosecrance

Sinai Health Systems

**Smart Policy Works** 

Supportive Housing Providers Association (SHPA)

**Tazwood Center for Wellness** 

The Arc of Illinois

The Sargent Shriver National Center on Poverty Law

Thresholds

Trilogy, Inc.

Voices of Reason

Young Invincibles

YWCA Metropolitan Chicago