February 25, 2025

The President The White House 1600 Pennsylvania Avenue NW Washington, DC 20500

The Honorable Brad Finstad Congressman United States House of Representatives 2418 Rayburn House Office Building Washington, DC 20515

The Honorable Michelle Fischbach Congresswoman United States House of Representatives 2229 Rayburn House Office Building Washington, DC 20515

Stephanie Carlton Acting Administrator Centers for Medicare and Medicaid Services 7500 Security Boulevard Baltimore, MD 21244



State of Minnesota

The Honorable Tom Emmer Congressman United States House of Representatives 326 Cannon House Office Building Washington, DC 20515

The Honorable Pete Stauber Congressman United States House of Representatives 145 Cannon House Office Building Washington, DC 2051

Re: proposed Medicaid reductions

Dear Mr. President, Congressman Emmer, Congressman Finstad, Congresswoman Fischbach, Congressman Stauber, and Ms. Carlton,

Minnesota has been a leader in providing access to care and containing costs and now stands vulnerable to unworkable funding reductions with some of what is being proposed in the federal budget. A move to a per capita cap or block grant program will be workable if the reduction is modest, manageable and accompanied by extreme flexibility. Too deep of a cut is unmanageable in any instance.

Innovation is occurring in Minnesota within the current financing and waiver structure. We are moving people with disabilities into greater independence. Massive Medicaid reductions could punish Minnesota for being such a strong leader in greater efficiencies and better outcomes. It would devastate already lean areas of service we have been working to make more efficient for many years.

As Republican leaders in Minnesota, we have been partners for designing a state Health and Human Services (HHS) system that meets the needs of our great state.

Just to emphasize what you already know, Medicaid includes services and care for the seniors and those with disabilities, not just health care for the poor. Additionally, nearly 50% of all Medicaid enrollees are children. Given some of the large numbers coming out of Washington, we are concerned

that there is no practical way to accommodate some of the proposed massive reductions and still provide the kind of care these vulnerable people require.

Drastic reductions to Medicaid funding have the potential to impact the 1.4 million people we serve and place incredible pressure on our overall state budget. There are no other sources to make up the lost federal share beyond severely impacting the seniors and those with disabilities who we serve. This is contrary to how we Republicans respect the aged and the vulnerable.

Deep reductions beyond what we can absorb will also put a major strain on the state's ability to support our county-based infrastructure. In our county-based service model, via the property tax, counties already pay very significant shares of human services costs, including child protection, waiver management, chemical dependency, mental health, and state facility stays, and have little capacity to absorb any significant additional cost.

The only choices available are being forced to raise local property taxes drastically or close services.

Finally, healthcare is a major employer in rural Minnesota. Reductions in already-too-low reimbursement rates would not only limit access but would also reduce pay and services, hugely impacting rural economies and the rapidly growing aging population in Greater Minnesota.

Please remind our good leaders in Washington that simply cutting the budget is not going to take away our responsibilities to the aged, those with disabilities and mental health needs, children, and the poor.

You can make a difference in this debate. Please, please do.

Respectfully,

Senator Jim Abeler Minnesota State Senator District 35

Carla nelson

Senator Carla Nelson Minnesota State Senator District 24

Wille Rada OC

Senator Bill Lieske Minnesota State Senator District 58

Senator Paul Utke Minnesota State Senator District 5

Mark Your

Senator Mark Koran Minnesota State Senator District 28

Norm & Sundal

Senator Glenn Gruenhagen Minnesota State Senator District 17

Senator John Jasinski Minnesota State Senator District 19

Senator Jason Rarick Minnesota State Senator District 11

K. Millen

Senator Jeremy Miller Minnesota State Senator District 26



Representative Danny Nadeau Minnesota State Representative District 34A

on Kepnt

Representative Aaron Repinski Minnesota State Representative District 26A

Steven bunder

Representative Steve Gander Minnesota State Representative District 1B

Tom N/uple

Representative Tom Murphy Minnesota State Representative District 9B

Fuil W.

Senator Bill Weber Minnesota State Senator District 21

Senator Warren Limmer Minnesota State Senator District 37

Senator Bruce Anderson Minnesota State Senator District 29

ke Schonacke

Representative Joe Schomacker Minnesota State Representative District 21A

Representative Joe McDonald Minnesota State Representative District 29A

Representative Bernie Perryman Minnesota State Representative District 14A

unc: Gillman

Representative Dawn Gillman Minnesota State Representative District 17A

Kami Hours Senator Karin Housley

Senator Karin Housley Minnesota State Senator-District 33

which E the

Senator Michael Kreun Minnesota State Senator District 32

Representative Andrew Myers Minnesota State Representative District_45A

Representative Jeff Backer Minnesota State Representative District 09A

JackSall

Representative Dave Baker Minnesota State Representative District 16B

Representative Greg Davids Minnesota State Representative District 26B

Representative Ron Kresha Minnesota State Representative District 10A