March 9, 2023 Written Testimony of Francis Crevier (NCUIH) House Committee on Appropriations Subcommittee on Interior, Environment and Related Agencies

My name is Francys Crevier, I am Algonquin and the Chief Executive Officer of the National Council of Urban Indian Health (NCUIH), the national representative of urban Indian organizations receiving grants under Title V of the Indian Health Care Improvement Act (IHCIA) and the American Indians and Alaska Native (AI/ANs) patients they serve. On behalf of NCUIH and these 41 Urban Indian Organizations (UIOs), I would like to thank Chairman Simpson, Ranking Member Pingree, and Members of the Subcommittee for your leadership to improve health outcomes for urban Indians and for the opportunity to testify today. We respectfully request the following:

- \$51.42 billion for the Indian Health Service and \$973.59 million for Urban Indian Health for FY24 (as requested by the Tribal Budget Formulation Workgroup)
- Maintain Advance Appropriations for the Indian Health Service until Mandatory Funding is Enacted and protect IHS from sequestration
- Appropriate \$80 million for the Native Behavioral Health Resources Program
- Work with Authorizers to Reauthorize the Special Diabetes Program for Indians
- Permanent 100% Federal Medical Assistance Percentage for services provided at UIOs

We want to acknowledge that your leadership was instrumental in providing the greatest investments ever for Indian health and urban Indian Health, especially the inclusion of advance appropriations. It is important that we continue in this direction to build on our successes.

The Beginnings of Urban Indian Organizations

As a preliminary issue, "urban Indian" refers to any American Indian or Alaska Native (AI/AN) person who is not living on a reservation, either permanently or temporarily. UIOs were created by urban American Indians and Alaska Natives (AI/ANs) starting in the 1950s in response to severe problems with health, education, employment, and housing caused by the federal government's forced relocation policies. Congress formally incorporated UIOs into the Indian Health System in 1976 with the passage of the Indian Health Care Improvement Act (IHCIA). Today, UIOs continue to play a critical role in fulfilling the federal government's responsibility to provide health care for AI/ANs and are an integral part of the Indian health system, which is comprised of IHS, Tribes, and UIOs (collectively the I/T/U system). UIOs serve as a cultural hub for and work to provide high quality, culturally competent care to the over 70% of AI/ANs living in urban settings.

Request: \$51.42 billion for Indian Health Service and \$973.59 million for urban Indian health

The federal government owes a trust obligation to provide adequate healthcare to AI/ANs. It is the policy of the United States "to ensure the highest possible health status for Indians and urban Indians and to provide all resources necessary to effect that policy." This requires that funding for Indian health must be significantly increased if the federal government is to finally fulfill its trust

¹ Relocation, National Council for Urban Indian Health, 2018. 2018. 0519. Relocation.pdf(Shared)- Adobe cloud storage ² 25 U.S.C. § 1601(1)

responsibility. At a minimum, funding must be maintained and protected as budget-cutting measures are being considered.

We thus request Congress honor the Tribal Budget Formulation Workgroup (TBFWG) FY24 recommendations of \$51.42 billion for IHS and \$973.59 million for urban Indian health. That number is much greater than the FY23 enacted amounts of \$6.9 billion for IHS and \$90.4 million for urban Indian health. The significant difference between the enacted and requested amount underscores the need for Congress to significantly increase funding to IHS to meet the Indian Health System's level of need. Additionally, IHS has been consistently underfunded in comparison to other major federal health agencies. In 2018, the Government Accountability Office (GAO-19-74R) reported that from 2013 to 2017, IHS annual spending increased by roughly 18% overall and approximately 12% per capita. In comparison, annual spending at the Veterans Health Administration (VHA), which has a similar charge to IHS, increased by 32% overall, with a 25% per capita increase during the same period. In fact, even though the VHA service population is only three times that of IHS, their annual appropriations are roughly thirteen times higher. In other words, it is imperative that Congress fully fund the IHS at the amount requested by the TBFWG to fulfill its trust responsibility and to improve health outcomes for AI/ANs no matter where they live.

The IHS is chronically underfunded, and the Urban Health line item historically is just one percent (1%) of that underfunded budget. UIOs receive direct funding only from the Urban Health line item and do not receive direct funds from other distinct IHS line items. As a result, in FY 2018 U.S. healthcare spending was \$11,172 per person, but UIOs received only \$672 per AI/AN patient from the IHS budget. Without a significant increase to the urban Indian line item, UIOs will continue to be forced to operate on limited budgets that offer almost no flexibility to expand services or address facilities-related costs. For example, one UIO, Native American Lifelines, is made up of two programs that run in both Boston and Baltimore with an annual budget of just \$1.6 million for a service population of over 55,000 people.

Despite this underfunding, UIOs have been excellent stewards of the funds allocated by Congress and are effective at ensuring that increases in appropriations correlate with improved care for their communities. Last Congress, with the help of this committee, the *Infrastructure Investment and Jobs Act* now allows UIOs to utilize their existing IHS contracts to upgrade their facilities. With funding increases from this Committee and this new allowance, six UIOs opened new facilities in the past year, and an additional 16 UIOs have plans to open new facilities in the next two years. ⁵The increased investments in urban Indian health by this committee will continue to result in the expansion of health care services, increased jobs, and improvement of the overall health in our communities.

Request: Maintain Advance Appropriations for IHS Until Mandatory Funding Is Enacted

We applaud Chair Simpson and this Committee for your work on the historic inclusion of advance appropriations in the FY23 Omnibus. This is a crucial step towards ensuring long-term, stable funding for IHS. Previously, the I/T/U system was the only major federal health care provider

³ National Indian Health Board, Advancing Health Equity Through the Federal Trust Responsibility: Full Mandatory Funding for the Indian Health Service and Strengthening Nation-to-Nation Relationships The National Budget Formulation Workgroup's Recommendations on the Indian Health Service Fiscal Year 2024 Budget (May 2022), available at https://www.nihb.org/docs/09072022/FY%202024%20Tribal%20Budget%20Formulation%20Workgroup%20Recommendations.pdf

⁴ Recent Trends in Third-Party Billing at Urban Indian Organizations. National Council of Urban Indian Health. 2018. Recent-Trends-in-Third-Party-Billing-at-Urban-Indian-Organizations-1.pdf (ncuih.org)

⁵ 2022 Policy Assessment. National Council of Urban Indian Health. 2023.

funded through annual appropriations. It is imperative that this Committee retain advance appropriations and ensure that IHS is protected from sequestration.

The GAO cited a lack of consistent funding as a barrier for IHS. The Congressional Research Service stated that advance appropriations would lead to cost savings as continuing resolutions (CRs) "prohibits the agency from making longer-term, potentially cost-saving purchases." Advance appropriations will improve accountability and increase staff recruitment and retention at IHS. When IHS distributes their funding on time, our UIOs can pay their doctors and providers. During a pandemic that has ravaged Indian Country and devasted the workforce, being able to recruit doctors and pay them on time is a top priority.

While advance appropriations are a step in the right direction to avoid disruptions during government shutdowns and continuing resolutions (CRs), mandatory funding is the only way to assure fairness in funding and fulfillment of the trust responsibility. Until authorizers act to move IHS to mandatory funding, we request that Congress continue to provide advance appropriations to the Indian health system to improve certainty and stability.

Cuts from sequestration force I/T/U providers to make difficult decisions about the scope of healthcare services they can offer to Native patients. For example, the \$220 million reduction in IHS' budget authority for FY 2013 resulted in an estimated reduction of 3,000 inpatient admissions and 804,000 outpatient visits for AI/ANs. Therefore, we request that you exempt IHS from sequestration and other budget cutting measures as is required by the trust responsibility.

Request: Appropriate \$80 Million for the Native Behavioral Health Resources Program

Native people continue to face high rates of behavioral health issues caused by generational trauma and federal policies. Native people experience serious mental illnesses at a rate 1.58 times higher than the national average, and high rates of alcohol and substance abuse. In fact, between 1999 and 2015, the drug overdose death rates for Native populations increased by more than 500%. 8 Native youth also experience the highest rates of suicide and depression, with the Native youth suicide rate being 2.5 times that of the national average.⁹

In response to these chronic health disparities, Congress authorized \$80 million to be appropriated for the Native Behavioral Health Resources Program for fiscal years 2023 to 2027. Despite authorizing an appropriation of \$80 million for the Program, Congress did not appropriate that sum for FY 23.

We request that the authorized \$80 million be appropriated to the Native Behavioral Health Resources Program for FY 24 and each of the remaining authorized years. Until the committee appropriates funding for this program, critical healthcare programs and services cannot operate to their full capability, putting Native lives at-risk. We ask that this essential step is taken to ensure our communities have access to the care they need.

⁶ Congressional Research Services, <u>Advance Appropriations for the Indian Health Service</u>: <u>Issues and Options for Congress</u>, 2022

⁷ <u>Contract Support Costs and Sequestration</u>: Fiscal Crisis in Indian Country: Hearings before the Senate Committee on Indian Affairs. (2013) (Testimony of The Honorable Yvette Roubideaux)

⁸ Joint Tribal Organization Letter to OMB: Re Native Behavioral Health Resources Program, National Indian Health Board, 2023. https://acrobat.adobe.com/link/review?uri=urn:aaid:scds:US:3bc6efe5-b84b-390a-9356-adc33d4485d7

National Council of Urban Indian Health, Urban Indian Organizations COVID-19 Behavioral Health Needs, Behavioral-Health-Policy-One-Pager D153 V7-FINAL-1.pdf (ncuih.org).

Request: Work with Authorizers to Re-authorize the Special Diabetes Program for Indians (SDPI)

SDPI's integrated approach to diabetes healthcare and prevention programs in Indian country has become a resounding success and is one of the most successful public health programs ever implemented. SDPI has demonstrated success with a 50% reduction in diabetic eye disease rates, drops in diabetic kidney failure, and 50% decline in End State Renal Disease. Additionally, the reduction in end stage renal disease between 2006 and 2015 led to an estimated \$439.5 million dollars in accumulated savings to the Medicare program, 40% of which, of \$174 million, can be attributed to SDPI.

Currently 31 UIOs are in this program and are at the forefront of diabetes care. Facilities use these funds to offer a wide range of diabetes treatment and prevention services, including but not limited to exercise programs and physical activity, nutrition services, community gardens, culinary education, physical education, health and wellness fairs, culturally-relevant nutrition assistance, food sovereignty education, group exercise activities, green spaces, and youth and elder-focused activities.

With the program set to expire this year, we request that the committee work with authorizers to permanently reauthorize SDPI at a minimum of \$250 million with automatic annual funding increases tied to the rate of medical inflation, to continue the success of preventing diabetes-related illnesses for all of Indian Country.

Request: Work with Authorizers for Permanent 100% Federal Medical Assistance Percentage (FMAP) for services provided at UIOs

The federal medical assistance percentage (FMAP) refers to the percentage of Medicaid costs covered by the federal government and reimbursed to states. With states already receiving 100% FMAP for services provided at IHS and Tribal facilities, the American Rescue Plan Act (ARPA) temporarily shifted the responsibility of UIO Medicaid cost obligation from state governments to the federal government. This provision finally brought a form of parity to UIOs by setting FMAP for Medicaid services provided at UIOs at 100% for eight fiscal quarters, which expires this month, while offering cost savings to states, and finally creating a sense of consistency in how the federal government honors its obligations to urban Native healthcare. During this short provision, states have been able to work with UIOs to provide increased funding to help begin construction of a new clinic, youth services center, and establish a new behavioral health unit.

Permanent 100% FMAP will bring fairness to the I/T/U system and increase available financial resources to UIOs and support them in addressing critical health needs of urban Native patients. Again, we request that the committee work with authorizers for permanent 100% FMAP.

Conclusion

These requests are essential to ensure that urban Indians are appropriately cared for, in the present and in future generations. The federal government must continue to work towards its trust and treaty obligation to maintain and improve the health of American Indians and Alaska Natives. We urge Congress to take this obligation seriously and provide UIOs with all the resources necessary to protect the lives of the entirety of the Native population, regardless of where they live.

¹⁰ 2020 SDPI Report to Congress, Indian Health Service, 2020, <u>2020 SDPI Report to Congress (ihs.gov)</u>

¹¹ The Special Diabetes Program for Indians: Estimates of Medicare Savings, DHHS ASPE Issue Brief (May 10, 2019). Available at: SDPI_Paper_Final.pdf (hhs.gov)