

#### Oral Testimony of the Sunflower Foundation-In-person House Health and Human Services Committee **Proponent HB 2556 ·** March 20, 2024

Chair Landwehr and honorable members of the committee,

Sunflower Foundation, established in 2000, works to improve the health of all Kansans. It serves all 105 counties, in communities of all sizes, alongside community members and leaders all of whom are committed to making their towns healthy and economically viable. HB 2556 will help them reach this goal.

The value of Medicaid Expansion for rural hospitals and working Kansans who are not currently eligible for Medicaid is well known. Our testimony today will focus on new information highlighting the views of Kansas businesses.

To gain insights into how Kansas small businesses think about Medicaid expansion in Kansas, Sunflower Foundation worked with **Public Opinion Strategies and Neil Newhouse** to design a straightforward poll. Conducted November 10-20, 2023, the poll focused on small business owners, registered voters, and Republican primary voters and included over 1,000 respondents.

#### Why Public Opinion Strategies?

- Neil Newhouse is one of the Republican Party's leading pollsters and strategists.
- Newhouse brings 40 years of experience in public opinion research.
- Neil has been named "Pollster of the Year" by the American Association of Political Consultants a record-tying three times for his work on political and public affairs campaigns.

#### Why this poll is important.

- Sunflower Foundation commissioned the poll to understand the views of small businesses and Kansas voters and to provide new information for state lawmakers about the economic impact of Medicaid expansion.
- The poll illustrates a growing sentiment among Kansans that Medicaid expansion is both a health care and economic issue, especially when viewed locally.
- Poll findings show clear support for expansion, particularly among small business owners.

#### Key findings from the poll.

- To limit bias, respondents were asked their opinion on expanding Medicaid prior to hearing any of the projected benefits. This simple, yet effective, question designed by Newhouse yielded the following results:
  - 83% of small business owners favored expansion before hearing the benefits.
  - 68% of registered voters favored expansion before hearing the benefits.
  - 51% of Republican primary voters favored expansion before hearing the benefits.
- Not surprising, when voters were provided information on the positive impacts of Medicaid expansion, support for the initiative grew:
  - 83% of small business owners favored expansion once informed.
  - 78% of registered voters favored expansion once informed.
  - o 62% of Republican primary voters favored expansion once informed.



When talking with businesses, they shared the challenges and opportunities that Medicaid expansion presents to their communities and the state overall.

#### Why Medicaid expansion matters to businesses.

- In Clay County we heard from business owners who are looking to expansion to **reduce** economic disruptions and provide more stability in their local economy.
- In Nemaha County we heard that strengthening the local health care infrastructure will **provide benefits to all local businesses**.
- In Sedgwick County we heard that improving the health care infrastructure will **generate more employment opportunities** and provide a needed boost to the overall economy.

#### Medicaid expansion, thinking beyond health care access.

- 95% of small business owners said the **opportunity to add new jobs** in Kansas was the most pivotal argument. Based on projections and the experience of other states, Kansas is expected to gain 10,000 -20,000 new jobs under expansion.
- 93% of small business owners said the ability to **prevent a family illness or health problem from turning into bankruptcy** or the loss of a home was critical.
- 89% of small business owners cited the need to **alleviate general workforce issues** and **keep Kansas economically competitive** as the primary driver for expanding Medicaid.

While small businesses see the need to expand Medicaid in terms of maintaining their own competitiveness and vitality, larger businesses also weighed in on this important topic. We heard from many in **agriculture**, **manufacturing and aircraft** about the need to maintain a strong supply chain which relies heavily on small businesses and the critical need to keep small communities viable so that the larger employers invested in these towns can continue to recruit and retain the workforce they need to stay in business.

#### In their own words.

"Our rural communities are often struggling to keep Main Street open and to continue to offer the necessary services to the surrounding agricultural enterprises. A community that can offer a total health care package has an advantage in maintaining a viable town." **Steve Baccuslongtime Ottawa County farmer and former president of Kansas Farm Bureau**.

"The presence of hospitals in these communities is key to attracting workers and families. We need to expand Medicaid to ensure that we can continue to provide quality health care in our rural communities." John O. Farmer IV- president of oil and gas producer John O. Farmer, Inc., in Russell.

This is both a health issue and an economic issue. Kansas is unique and special because of its patchwork of small communities that comprise the state. Small towns are one of our greatest assets. Now is the time to approve Medicaid Expansion – not only for economic stability – but for the sustainability of our small towns, the heart and soul of Kansas.

Respectfully Submitted,

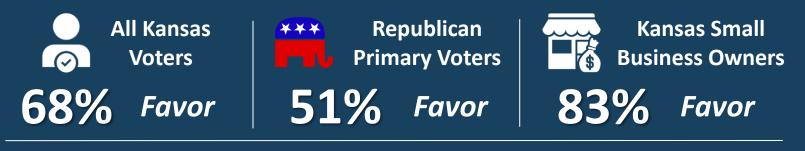
Billie Hall President and CEO Sunflower Foundation

# **MEDICAID EXPANSION IN KANSAS:** Results from a Statewide Poll of Key Constituencies

There is strong support across key audiences for expanding Medicaid in Kansas, including **over two-thirds of voters**, **a majority of Republican Primary Voters**, and over **80% of Small Business Owners**.

Respondents were asked about a proposal to expand Medicaid in Kansas:

"As you may know, there is a proposal to expand Medicaid in the state to allow KanCare to cover more people. The expansion would eliminate all KanCare eligibility criteria except income. Under this proposal, anyone with a household income under 138% of the federal poverty level (for a family of three roughly \$32,000) may qualify for Medicaid benefits. It is estimated that 150,000 more Kansans would be eligible for KanCare under this proposal. Knowing this, would you favor or oppose expanding Medicaid in Kansas?"



## In Their Own Words: Kansans on Medicaid Expansion

"With rising costs, young families can really use support." – Republican Female, Harper County *"In my opinion, Medicaid expansion in the state will reduce economic disruptions and ensure a stable economy."* – Male Small Business Owner, Clay County

"The expansion of Medicaid could stimulate the economy by creating more jobs in the healthcare industry." – Democratic Male, Johnson County "Access to health care can be life and death for some people. The ability to offer this service, to more who need it, is the right thing to do."

– Republican Male, Johnson County

**METHODOLOGY:** On behalf the Sunflower Foundation, Public Opinion Strategies completed a statewide survey among three different audiences in Kansas between November 10-20, 2023:

- **500 Registered Voters** // Credibility Interval: ± 5.00%
- **516 Republican Primary Voters** // Credibility Interval: ± 4.92%
- 107 Kansas Small Business Owners (with between 2-499 Employees) // Margin of Error: ± 9.47%

PUBLIC OPINION STRATEGIES turning questions into answers

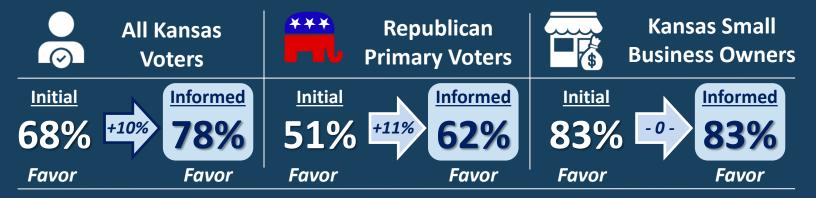
Public Opinion Strategies has completed over 250 research projects in Kansas, interviewing more than 122,000 Kansans since we were founded in 1991.



Respondents then heard about how this expansion in Medicaid would be funded and information about the impact it could have on Kansas:

% Convincing Reason to Support Medicaid Expansion		***	
Expanding Medicaid means that <b>one hundred thousand of the poorest Kansans</b> <b>will gain access to affordable health care</b> , which will help prevent a family illness or health problem from turning into bankruptcy or the loss of a home.	82%	71%	93%
If Kansas does not expand Medicaid, it is likely that <b>more rural hospitals will</b> close, jobs will leave the state, and low-income Kansans will suffer.	<b>81%</b>	73%	79%
If Kansas expanded its Medicaid program, it is estimated that <b>the state could</b> gain as many as 10,000 new jobs, boosting our economy.	79%	70%	95%
A recent analysis by a K-State Professor showed that expanding Medicaid would increase economic output and generate additional state tax revenue of more than \$55 million in 2024 and \$56 million in 2025, helping to offset the cost of the Medicaid expansion to the state.	79%	69%	82%
Expanding Medicaid in the state will not only help rural hospitals and communities but will help alleviate general workforce issues and keep Kansas economically competitive.	75%	63%	89%

After respondents learn about the positive impacts of Medicaid expansion, support for the initiative only grows:



### In Their Own Words: Best Argument for Medicaid Expansion

"We are already paying for it through our federal taxation." – Republican Male, Sedgwick County
"The fact that it will help Kansas expand its workforce and help our economy go higher due to more jobs. The fact that if they won't, they will have to close hospitals down and cause a bigger problem." – Republican Male, Harvey County
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To learn more and review the full poll results, please visit: <u>www.sunflowerfoundation.org</u>