

# How Would Proposals to Replace the Affordable Care Act Affect Your State?

## MICHIGAN

Projected impact of American Health Care Act (AHCA) and Better Care Reconciliation Act (BCRA)

### Health Care Coverage

1 million  
more uninsured

The Senate bill (BCRA) would increase the number of uninsured people under age 65 in Michigan by 1 million by 2022.

Source: L.J. Blumberg, et al. State-by-State Coverage and Government Spending Implications of the Better Care Reconciliation Act, Urban Institute, June 28, 2017

### Hospital Finances

Under the AHCA (House bill), Michigan hospitals would face a 134% increase in uncompensated care (treatments and services not paid for by an insurer or patient) and 2.1 percentage point reduction in annual operating margins by 2026. Rural hospitals would face a 99% increase in uncompensated care and 1.5 percentage point reduction in operating margins.

Source: R. Haught, A. Dobson, J. DaVanzo, and M. K. Abrams, "How the American Health Care Act's Changes to Medicaid Will Affect Hospital Finances in Every State," To the Point, The Commonwealth Fund, June 23, 2017.

134% increase in  
uncompensated  
care costs

### State Revenue

\$22.6 billion in  
federal funding  
potentially lost

Michigan could face Medicaid spending cuts of between \$3.9 billion and \$22.6 billion between 2020-2026 under the AHCA and BCRA.

Source: C. Mann et al., "Expect the Unexpected: The Impact of Medicaid Caps," To the Point, The Commonwealth Fund, June 30, 2017.

### Jobs

The BCRA would lead to about 86,200 fewer Michigan jobs by 2026.

Source: L. Ku, E. Steinmetz, E. Brantley et al., The Better Care Reconciliation Act: Economic and Employment Consequences for States, The Commonwealth Fund, July 2017.

86,200 fewer  
jobs

### Opioid Treatment

Lives at risk

An estimated 4 lives were saved in Michigan from opioid overdose in 2016 due to Medicaid-covered naloxone.

Source: R. G. Frank and C. E. Fry, "Medicaid Expands Access to Lifesaving Naloxone," To the Point, The Commonwealth Fund, July 5, 2017



The  
Commonwealth  
Fund