Publicly Provided and Private Health Insurance

in Immigrant Populations

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I study the effect of Medicaid eligibility on health insurance and employment decisions

in the context of immigrants in the United States. Using a fuzzy differences-in-discontinuities

design that exploits variation in Medicaid eligibility rules across states, I find large and

statistically significant but imprecise crowd out effects of Medicaid on private insurance. The

crowd out appears to be driven by immigrants who take up Medicaid in place of insurance

they otherwise would have purchased. In other words, Medicaid reduces rates of coverage

by privately purchased health insurance, but I do not find a similar reduction in employer-

provided health insurance. I also find some evidence that Medicaid reduces the uninsured

rate among low-income immigrants. I do not find evidence that Medicaid reduces labor

supply among immigrants. The study seeks to inform policymakers as greater consideration

is given to the expansion of public health insurance and the use of public charge rules to

determine an immigrant's eligibility to reside in the U.S.

Keywords: Immigration, public charge, health insurance, crowd out

JEL Classification: H4, H5, I1, I3, J6

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