November 13, 2014

The Honorable John Boehner Speaker United States House of Representatives Washington, DC 20515

The Honorable Kevin McCarthy Majority Leader United States House of Representatives Washington, DC 20515

The Honorable Nancy Pelosi Minority Leader United States House of Representatives Washington, DC 20515 The Honorable Harry Reid Majority Leader United States Senate Washington, DC 20510

The Honorable Mitch McConnell Minority Leader United States Senate Washington, DC 20510

Dear Speaker Boehner, Majority Leader McCarthy, Majority Leader Reid, Minority Leader McConnell and Minority Leader Pelosi:

We write to you today urging you to consider and pass bipartisan-bicameral legislation to repeal the flawed Medicare Sustainable Growth Rate (SGR) formula, reform payment for physicians and other health professionals, and address the equally important healthcare "extenders," during the lame duck session of Congress.

As you are well aware, Congress has struggled with the threat that the SGR formula poses to reimbursement for physicians and other health professionals and to access to care for seniors and disabled Americans. Sixteen temporary legislative SGR patches have been enacted since 2003.

Unfortunately, while Congress has long debated and acknowledged the flaws of the SGR formula, these repeated short-term patches leave healthcare providers uncertain about payment rates they will receive year after year. Without both repeal of SGR and broader improvements to reimbursement, Medicare payment policy will continue to disadvantage physicians and health professionals who provide better care at lower costs. The result of this volume centric approach will be ever-increasing costs for consumers, employers and taxpayers. We note that far more federal dollars have been spent through these short-term patches than what would have been spent if long ago the formula had been addressed permanently.

We are encouraged that--for the first time since problems arose from the SGR--Congress has developed comprehensive bipartisan, bicameral legislation, with input from stakeholders, to permanently fix the formula and better reward providers for improvements in patient care.

Congress has a unique opportunity to act during the lame duck session of Congress to pass this vitally important legislation and start the 114th Congress without another looming SGR deadline.

We urge you to work together to enact permanent SGR repeal, payment reform and extenders legislation, and stand ready to work with you to achieve that goal.

Sincerely,

AARP

Allscripts

American Academy of Audiology

American Academy of Family Physicians

American Academy of Neurology

American Academy of Nursing

American Academy of Ophthalmology

American Academy of Otolaryngology-Head and Neck Surgery

American Academy of Physician Assistants

American Association of Birth Centers

American Association of Diabetes Educators

American Association of Neurological Surgeons

American Association of Nurse Anesthetists

American Association of Clinical Endocrinologists

American Cancer Society Cancer Action Network

American College of Occupational and Environmental Medicine

American College of Osteopathic Emergency Physicians

American College of Osteopathic Family Physicians

American College of Osteopathic Internists

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Congress of Neurological Surgeons

Council for Affordable Health Coverage

Direct Primary Care Coalition

Easter Seals

Genetic Alliance

Gross Electric

Healthcare Leadership Council

Healthways

Leading Age

Marshfield Clinic Health System

Medical Group Management Association

MemorialCare Health System

National Association of Chain Drug Stores

National Association of Health Underwriters

National Association of States United for Aging and Disabilities

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National Patient Advocate Foundation

National Rural Health Association

Population Health Alliance

Premier healthcare alliance

Society of General Internal Medicine

Spina Bifida Association

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cc: Dave Camp, Chairman House Ways and Means Committee

Sander Levin, Ranking Member House Ways and Means Committee

Fred Upton, Chairman House Energy and Commerce Committee

Henry Waxman, Ranking Member House Energy and Commerce Committee

Ron Wyden, Chairman Senate Finance Committee

Orrin Hatch, Ranking Member Senate Finance Committee