February 10, 2025

The Honorable Mike Johnson Speaker H-232, The Capitol United States House of Representatives Washington, DC 20515

The Honorable Hakeem Jeffries House Democratic Leader H-204, The Capitol United States House of Representatives Washington, DC, 20510 The Honorable John Thune Senate Majority Leader S-230, The Capitol United States Senate Washington, DC 20510

The Honorable Charles Schumer Senate Democratic Leader S-221, The Capitol United States Senate Washington, DC 20515

Dear Speaker Johnson, Majority Leader Thune, Leader Schumer, and Leader Jeffries:

The undersigned national medical societies and state medical associations write to collectively urge Congress to include in the forthcoming March 2025 appropriations bill, provisions that both reverse the latest round of Medicare payment cuts and provide physicians with a meaningful payment increase that reflects ongoing inflationary pressures. Our organizations were surprised and deeply disappointed that the final version of the American Relief Act 2025 failed to include *any* financial relief for physicians. America's physicians are united in urging Congress to use the forthcoming March appropriations bill as an opportunity to provide physicians with desperately needed fiscal relief that is imperative to ensuring that seniors retain access to health care services under Medicare.

Following Congressional inaction to stop the cuts finalized by Centers for Medicare and Medicaid Services' (CMS) Calendar Year (CY) 2025 Medicare Physician Fee Schedule (MPFS) Final Rule, payments for physicians treating Medicare patients were reduced by an additional 2.83 percent, effective January 1, 2025. The decision to allow previously enacted partial patches to earlier rounds of physician payment reductions to expire without any new relief marks the fifth consecutive year of Medicare physician payment cuts, a truly startling trend that threatens to exacerbate access to care issues throughout the United States. As a result, the unfortunate reality is that physicians' Medicare payments have now been reduced by 33 percent since 2001, when adjusted for inflation in practice costs. In addition, CMS concluded in the CY 2025 MPFS Final Rule that the Medicare Economic Index (MEI), a cumulative measure of the individual costs of running a practice, will increase by 3.5 percent this year. Expecting physicians to provide the same level of care to America's seniors despite being underpaid by over 30 percent and witnessing exponential growth in the cost of providing medical services is simply unsustainable. This cycle threatens to undermine the overarching stability of the Medicare program.

The decision by Congress to extend a variety of other expiring hospital, ambulance, and telehealth provisions in the American Relief Act 2025 without providing physicians any relief was equally troubling. Furthermore, our members understandably think that the federal government has essentially turned its back on physicians following the recent CMS announcement that Medicare Advantage (MA) plans will receive an average payment increase of 4.33 percent from 2025 to 2026. While MA plans receive an increase beyond the expected health care inflation rate, Congress has not acted to incorporate a temporary or permanent inflationary adjustment to the MPFS to ensure adequate access to care.

Thankfully, a bipartisan collection of federal lawmakers has introduced, yet again, another solution to this serious policy issue. Representatives Greg Murphy, MD (R-NC), Jimmy Panetta (D-CA), Mariannette

Miller-Meeks, MD (R-IA), and Kim Schrier, MD (D-WA), along with several other bipartisan House members, have introduced an updated version of the Medicare Patient Access and Practice Stabilization Act, H.R. 879. This bipartisan bill will prospectively, specifically between April 1 and December 31, 2025, stop the latest round of payment cuts in full. The bill also provides physicians with a crucial two percent payment increase, which is about half of the MEI estimate for this year. Therefore, we urge Congressional leadership to adopt the Medicare Patient Access and Practice Stabilization Act as part of the forthcoming legislation to fund the government beyond mid-March.

The time for legislative action is now. America's physicians and the millions of patients we treat can no longer accept any excuses, such as an overcrowded legislative calendar, competing policy priorities, or an inability to achieve bipartisan consensus, as reasons for not including provisions that reverse the latest round of cuts and provide a crucial payment update in next appropriations package. We appreciate the opportunity to outline the many fiscal challenges facing physician practices and stand ready to assist with the overarching effort to expeditiously enact this much needed legislation. Our Medicare beneficiaries and the physicians who treat them deserve the stability that this legislation will provide.

Sincerely,

American Medical Association Academy of Physicians in Clinical Research American Academy of Allergy, Asthma & Immunology American Academy of Dermatology Association American Academy of Emergency Medicine American Academy of Facial Plastic and Reconstructive Surgery American Academy of Family Physicians American Academy of Hospice and Palliative Medicine American Academy of Neurology American Academy of Ophthalmology American Academy of Otolaryngic Allergy American Academy of Otolaryngology - Head and Neck Surgery American Academy of Physical Medicine and Rehabilitation American Academy of Sleep Medicine American Association for Hand Surgery American Association of Hip and Knee Surgeons American Association of Neurological Surgeons American Association of Neuromuscular & Electrodiagnostic Medicine American Association of Orthopaedic Surgeons American Association of Public Health Physicians American College of Allergy, Asthma and Immunology American College of Cardiology American College of Emergency Physicians American College of Gastroenterology American College of Lifestyle Medicine American College of Medical Genetics and Genomics American College of Mohs Surgery

> American College of Physicians American College of Radiation Oncology American College of Radiology American College of Rheumatology American College of Surgeons American Epilepsy Society American Gastroenterological Association American Geriatrics Society American Orthopaedic Foot & Ankle Society American Psychiatric Association American Society for Clinical Pathology American Society for Dermatologic Surgery Association American Society for Gastrointestinal Endoscopy American Society for Laser Medicine & Surgery, Inc. American Society for Radiation Oncology American Society for Surgery of the Hand Professional Organization American Society of Addiction Medicine American Society of Anesthesiologists American Society of Cataract & Refractive Surgery American Society of Echocardiography American Society of Hematology American Society of Interventional Pain Physicians American Society of Nephrology American Society of Neuroradiology American Society of Nuclear Cardiology American Society of Plastic Surgeons American Society of Regional Anesthesia and Pain Medicine American Society of Retina Specialists American Society of Transplant Surgeons American Thoracic Society American Urogynecologic Society American Urological Association, Inc. American Venous Forum Association for Clinical Oncology Association of American Medical Colleges College of American Pathologists Congress of Neurological Surgeons **Endocrine Society** Heart Rhythm Society International Pain and Spine Intervention Society Medical Group Management Association Outpatient Endovascular and Interventional Society **Renal Physicians Association** Society for Cardiovascular Angiography and Interventions Society for Vascular Surgery

> Society of American Gastrointestinal and Endoscopic Surgeons Society of Critical Care Medicine Society of Hospital Medicine Society of Interventional Radiology Society of Nuclear Medicine and Molecular Imaging The American Society of Breast Surgeons The American Society of Dermatopathology The Society of Thoracic Surgeons Medical Association of the State of Alabama Alaska State Medical Association Arizona Medical Association Arkansas Medical Society California Medical Association Colorado Medical Society Connecticut State Medical Society Medical Society of Delaware Medical Society of the District of Columbia Florida Medical Association Medical Association of Georgia Hawaii Medical Association Idaho Medical Association Illinois State Medical Society Indiana State Medical Association Iowa Medical Society Kansas Medical Society Kentucky Medical Association Louisiana State Medical Society Maine Medical Association MedChi, The Maryland State Medical Society Massachusetts Medical Society Michigan State Medical Society Minnesota Medical Association Mississippi State Medical Association Missouri State Medical Association Montana Medical Association Nebraska Medical Association Nevada State Medical Association New Hampshire Medical Society New Mexico Medical Society North Carolina Medical Society Medical Society of New Jersey Medical Society of the State of New York North Dakota Medical Association Ohio State Medical Association

> Oklahoma State Medical Association Oregon Medical Association Pennsylvania Medical Society Rhode Island Medical Society South Carolina Medical Association South Dakota State Medical Association Tennessee Medical Association Texas Medical Association Utah Medical Association Vermont Medical Society The Medical Society of Virginia Washington State Medical Association West Virginia State Medical Association Wisconsin Medical Society Wyoming Medical Society