October 17, 2000

The Honorable Spencer Abraham United States Senate 329 Dirksen Senate Office Building Washington DC 20510

Dear Senator Abraham:

The undersigned organizations are writing to question the priorities of a Congress that has proposed large increases in Medicare payments to HMOs while failing to enact a meaningful patients' bill of rights for all Americans.

Poll after poll has clearly indicated the American people's overwhelming desire for protections against abuses by some managed care plans. The House of Representatives passed such legislation a year ago. That legislation could now pass the Senate, but partisan differences and procedural maneuvers have paralyzed the deliberations and stymied the will of the majority.

Despite its inability to require responsible behavior by HMOs, Congress is poised to provide billions in new federal spending for Medicare HMOs. Government studies show that Medicare already overpays HMOs by nearly \$1,000 per enrollee per year. This cushion hasn't stopped HMOs from abandoning more than 1.5 million elderly and disabled Americans over the last three years, and there is little, if any, evidence to suggest that expanding the cushion will convince plans to stay in the program. Ironically, however, Medicare proposals slated for consideration before this Congress adjourns would channel more than a third of all the dollars allocated for program improvements to managed care.

In effect, HMOs will be rewarded for putting profits before patients and the managed care industry will have even more money to add to the millions it has already spent to kill a patients' bill of rights. The undersigned organizations believe that it makes no sense to provide HMOs with billions of new Medicare dollars without ensuring that these plans are delivering the services to which their enrollees are entitled. We urge you to work with your colleagues on both sides of the aisle to pass meaningful patients' bill of rights this year.

Sincerely,

Connecticut State Medical Society
Florida Medical Association
Idaho Medical Association
Indiana State Medical Association
Kansas Medical Society
Kentucky Medical Association
Louisiana State Medical Society
Maine Medical Association
Massachusetts Medical Society
Medical Association of Georgia
Medical Association of the State of Alabama
Medical Society of Delaware

Medical Society of the District of Columbia
Medical Society of New Jersey
Medical Society of the State of New York
Medical Society of Virginia
Michigan State Medical Society
Mississippi State Medical Association
Missouri State Medical Association
Montana Medical Association
Ohio State Medical Association
Oklahoma State Medical Association
Oregon Medical Association
Rhode Island Medical Society
Tennessee Medical Association
West Virginia State Medical Association

AIDS Action Alliance for Children and Families Alpha 1 Association

*American Academy of Child and Adolescent Psychiatry
*American Academy of Facial Plastic and Reconstructive Surgery

*American Academy of Neurology

*American Academy of Neurology

*American Academy of Ophthalmology American Academy of Otolaryngic Allergy

*American Academy of Otolaryngology-Head and Neck Surgery

American Academy of Pediatrics

American Association of Clinical Endocrinologists

*American Association of Neurological Surgeons

American Association of University Women

American College of Foot and Ankle Surgeons

*American College of Obstetricians and Gynecologists

American College of Occupational and Environmental Medicine American College of Osteopathic Emergency Physicians

American College of Osteopathic Emergency Physician American College of Osteopathic Family Physicians

*American College of Osteopathic Surgeons

American College of Physicians-American Society of Internal Medicine

American College of Radiology

American College of Surgeons

American Counseling Association

*American Dental Association

American Federation of State, County and Municipal Employees

American Federation of Teachers

American Geriatrics Society

American Lung Association

American Medical Association

American Nurses Association

American Occupational Therapy Association

American Osteopathic Association
American Podiatric Medical Association
*American Psychiatric Association
American Public Health Association
American Society of Addiction Medicine
*American Society of Echocardiography
*American Society of General Surgeons
American Society of Plastic Surgeons

American Thoracic Society

*American Urogynecologic Society

*American Urological Association

The Arc of the United States

*Association of Freestanding Radiation Oncology Centers Bazelon Center for Mental Health Law

Center for Women Policy Studies

Center on Disability and Health

Communications Workers of America

*Congress of Neurological Surgeons

*Epilepsy Foundation

Families USA

The International Association of Psychosocial Rehabilitation Services National Alliance for the Mentally Ill

National Association of Protection and Advocacy Systems, Inc. *National Coalition for Quality Diagnostic Imaging Services

National Council for Community Behavioral Healthcare

National Council of Senior Citizens

National Medical Association

The National Organization for Rare Disorders, Inc.

National Partnership for Women and Families

National Women's Law Center

RESOLVE: The National Infertility Association

Service Employees International Union

*Society for Excellence in Eyecare

Society of Cardiovascular and Interventional Radiology

*Society of Gynecologic Oncologists

Union of Needletrades, Industrial and Textile Employees

Unitarian Universalist Association

*United Cerebral Palsy Association

U.S. Public Interest Research Group