August 6, 2001

The Honorable Tommy Thompson Secretary U.S. Department of Health and Human Services 200 Independence Avenue, SW Washington, DC 20201

Dear Secretary Thompson:

The undersigned organizations appreciate the guidance recently issued by the Department on the final privacy rule and urge the Department to move as expeditiously as possible to make modifications through new rulemaking.

The guidance will serve as a starting point for our members as they continue their efforts to interpret the rule and prepare for compliance by April 14, 2003. We are encouraged by your commitment to issue modifications through new rulemaking to ensure that the rule does not adversely affect the quality of health care. As acknowledged in the guidance materials, many of the necessary clarifications to permit compliance will require changes to the rule. The Department has indicated that other changes may also be made to the rule based on the comments received earlier this year.

Our purpose in writing is to convey how imperative it is for the Department to publish these modifications and changes as soon as possible so that our members have adequate time to comply with this complex rule. Organizations impacted by the rule are poised to devote considerable resources to comply with the rule -- it would be unfortunate if these resources were expended before organizations knew what modifications were to be made. We would like to assist the Department in any way possible to expedite this process.

Sincerely,

ACA International Academy of Managed Care Pharmacy AdvaMed American Academy of Dermatology Association American Academy of Dermatology Association American Academy of Family Physicians American Academy of Neurology American Academy of Ophthalmology American Academy of Otolaryngology-Head and Neck Surgery American Association for Thoracic Surgery American Association of Clinical Endocrinologists American Association of Health Plans American Association of Neurological Surgeons American Association of Orthopaedic Surgeons American Benefits Council American Clinical Laboratory Association American College of Cardiology American College of Chest Physicians American College of Emergency Physicians American College of Nuclear Physicians American College of Obstetricians and Gynecologists American College of Occupational and Environmental Medicine American College of Osteopathic Emergency Physicians American College of Osteopathic Family Physicians American College of Osteopathic Surgeons American College of Physicians-American Society of Internal Medicine American College of Preventive Medicine American College of Radiology American College of Rheumatology American College of Surgeons American Gastroenterological Association American Geriatrics Society American Health Care Association American Hospital Association American Managed Behavioral Healthcare Association American Medical Association American Medical Group Association American Osteopathic Association American Pharmaceutical Association American Physical Therapy Association American Society for Gastrointestinal Endoscopy American Society for Therapeutic Radiology and Oncology American Society of Anesthesiologists American Society of Cataract and Refractive Surgery American Society of Clinical Pathologists American Society of Consultant Pharmacists American Society of General Surgeons American Society of Hematology American Society of Plastic Surgeons American Thoracic Society American Urological Association Association of American Medical Colleges **Biotechnology Industry Organization** Blue Cross and Blue Shield Association California Healthcare Institute College of American Pathologists **Congress of Neurological Surgeons Disease Management Association of America** Federation of American Hospitals Food Marketing Institute Health Insurance Association of America

Healthcare Distribution Management Association Healthcare Leadership Council Infectious Diseases Society of America Medical Group Management Association National Association of Chain Drug Stores National Association of Health Underwriters National Association of Home Builders National Association of Manufacturers National Association of Rehabilitation Agencies National Renal Administrators Association National Retail Federation National Rural Health Association Pharmaceutical Research and Manufacturers of America Plasma Protein Therapeutic Association Premier, Inc. Private Practice Section of the American Physical Therapy Association **Renal Physicians Association** Society for Human Resource Management Society of Cardiovascular and Interventional Radiology Society of Critical Care Medicine Society of General Internal Medicine Society of Nuclear Medicine Society of Thoracic Surgeons U.S. Chamber of Commerce VHA Inc. Western Growers Association