## July 20, 2009

The Honorable Charles B. Rangel Chairman, Committee on Ways & Means U.S. House of Representatives Washington, D.C. 20515

#### Dear Chairman Charles Rangel:

The undersigned organizations write to you as members of the Patient-Centered Primary Care Collaborative. We represent a wide and diverse group of stakeholders including business, consumers, insurers, and clinicians on the front lines of health care delivery. Although we may not agree on many aspects of health care reform included in the bills being considered by Congress, we are united in our belief that primary care is the foundation of a high performing health care system. Accordingly, we offer the following recommendations for consideration as the House of Representatives continues its work on health reform legislation:

1. Provide dedicated funding for national Medicare pilots of the Patient-Centered Medical Home (PCMHs) and grants to states to initiate PCMH projects for Medicaid, SCHIP and other state programs. Such pilots should be broadly inclusive of patients who will benefit from preventive and coordinated care through PCMHs and not be restricted to "high cost" patients.

We are encouraged that legislation being considered by the House of Representatives includes dedicated funding for Medicare PCMH pilots and PCMH grants to states. However, we are very concerned that the legislation would limit the Medicare pilots to high cost beneficiaries, defined as the sickest 50 percent of patients. We recommend that Congress adopt a more inclusive eligibility threshold, such as the current Medicare medical home demo criteria that eligible patients are those with one or more chronic conditions.

A guiding principle of the PCMH is that comprehensive, continuous, coordinated, and preventive care, managed by a highly trained clinician in a transformed practice, can *prevent* complications that could result in a patient become one of the sickest 50 percent. This has certainly been found to be the case in many private sector PCMH demos (e.g., Geisinger Health System, Mid-Hudson Valley, MeritCare in North Dakota). If Congress' goal is to improve outcomes, lower costs, and prevent disease and complications associated with chronic illnesses, as it must be, it would be a serious mistake to limit PCMH eligibility only to the sickest 50 percent of patients. In addition, practices are more likely to make the investment in practice transformation to become PCMHs if more of their patients are eligible to participate and they can be assured that they will receive care coordination payments for such patients. Furthermore, we have concerns about the feasibility and unintended administrative burden of practices identifying those patients.

2. Provide funding for primary care extension programs and other community resources to support primary care practices.

We are pleased that the pending legislation would provide funding for community-based groups that have the capabilities and relationship with qualified PCMHs to provide 24/7 access, care coordination, care management, patient education, and disease management, similar to the North Carolina Medicaid program (see Steiner et al). We urge Congress to expand this concept to fund primary care extension programs, which would provide primary care practices with a wide range of support services relating to education, practice transformation, and sharing of best practices (See Grumbach et al.).

#### 3. Provide increased payments to primary care clinicians.

We are encouraged that the pending legislation provides for increased Medicare payments for designated services by primary care clinicians. Studies show that the undervaluation of primary care is a principal reason why young medical students are not choosing careers in primary care. This seriously threatens the workforce we need to identify and manage health conditions of patients in the 21<sup>st</sup> century. We recommend, however, that the adjustment be increased from 5% to at least 10% on designated services by eligible primary care clinicians. A more substantial bonus is needed to send an important signal that primary care is a viable career option compared with other more highly compensated fields.

# 4. Fund programs to provide scholarships and loan forgiveness to primary care clinicians who serve in areas of need.

We support proposals in the pending legislation to increase funding for existing scholarship and loan forgiveness for primary care clinicians and the creation of new programs to reduce the high levels of student debt for clinicians who agree to provide primary care in areas of need.

In conclusion, we thank you for your recognition that primary care and the PCMH are keys to creating a health care system that results in high quality and affordable care. We agree that Congress needs to adopt a comprehensive strategy to support primary care, including the policies recommended in this letter. We look forward to helping you craft and refine policies to fund PCMH pilots that are broadly applicable to patients who will benefit from receiving care through a PCMH, funding for community-based programs to support primary care practices, increasing Medicare and Medicaid payments for primary care, and funding programs to reduce or eliminate student debt for primary care clinicians practicing in areas of need.

## Respectfully,

Patient Centered Primary Care Collaborative
Aetna
American Academy of Family Physicians
American College of Clinical Pharmacy
American College of Nurse Practitioners
American College of Osteopathic Internists.
American College of Physicians
American Osteopathic Association
Ardmore Institute of Health

Association of Departments of Family Medicine

Association of Family Medicine Residency Directors

**Aurum Diagnostics** 

Biscayne Institutes

Borgess Health

CareEntrust

Center for Family & Community Medicine, Columbia University Medical Center

Center for Medical Home Improvement

Central Jersey Physician Network

Central New York Medical Support

CINA

Collaborative Health Solutions LLC

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**DocSite** 

Elliot Health Systems

Health Dialog

HRI Advisors, LLC

**IBM** 

Impact LLC

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John D. Stoeckle Center for Primary Care Innovation

**MCNT** 

**MDS** Consulting

MedEncentive, LLC

Medical Network One

Minnesota Department of Health

National Academies of Practice

National Association of Pediatric Nurse Practitioners

National Council on Aging

National Organization of Nurse Practitioner Faculties

New England Quality Care Alliance

North American Primary Care Group

Nurse Practitioners Roundtable

Pediatric & Adolescent Health Partners

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RMD Networks

Robert Wood Johnson Medical School

Seattle Children's Hospital

Society of Teachers of Family Medicine

Southeastern Consultants

The Fields Group

The Quantum Group

The Reifsynder Group

Thomas Group
Thomas Scattergood Behavioral Health Foundation
University of Cincinnati
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WellCentive
WellPoint Inc.
WNC Health Coalition