Congress of the United States Washington, DC 20515

May 8, 2019

The Honorable Seema Verma Administrator Centers for Medicare and Medicaid Services U.S. Department of Health and Human Services 200 Independence Ave., SW Washington, DC 20201

Dear Administrator Verma:

As the Center for Medicare and Medicaid Innovation (CMMI) continues to examine innovative payment and delivery models in the Medicare program, we ask you to consider a model that improves competition and empowers patients in their treatment decisions. As hospital consolidation is both occurring at a rapid pace and resulting in higher costs for both beneficiaries and the Medicare program, initiatives at physician-owned hospitals are important in maintaining quality and access to health care for American patients.

Physician-owned hospitals (POHs) receive some of the highest ratings in Medicare's quality programs, which have resulted in improved care and outcomes for beneficiaries. Additionally, these hospitals are among the top scorers in the Medicare Hospital Readmissions Reductions program, generating savings for the Medicare program. Unfortunately, patient access to these hospitals is hampered by section 6001 of the Affordable Care Act, which prohibits most grandfathered POHs from expanding to serve additional Medicare beneficiaries. Given the high quality of care furnished by POHs and the ongoing issues with hospital consolidation, we think it would be beneficial to launch a CMMI demonstration that aims to expand patient access to these quality providers. Such a demonstration would be consistent with your efforts to reward providers "that deliver coordinated, quality care, at the best value."

We encourage you to design a POH-led demonstration that fosters patient engagement, tailored educational efforts, and other strategies to improve care quality and achieve other critical outcomes, such as reduced inappropriate opioid use. This complements CMS' efforts to empower patients in their treatment decisions.

We appreciate your consideration of this important issue.

Sincerely,

Michael C. Burgess, M.D.

Member of Congress

Roger Marshall, M.D.

Member of Congress



Member of Congress

Robert E. Latta Member of Congress

Jodey Arrington Member of Congress

Member of Congress

Jim Banks Member of Congress

Trey Hollingsworth Member of Congress

David Schweikert Member of Congress H. Morgan Griffith Member of Congress

Rick Crawford Member of Congress

John Carter

Member of Congress

Bill Flores Member of Congress

Bin From

Paul A. Gosar, D.D.S. Member of Congress

George Holding

Member of Congress

Mac Thornberry Member of Congress Mark Walker Mark Meadows Member of Congress Member of Congress Brian Babin, D.D.S. Member of Congress Member of Congress Bruce Westerman Jackie Walorski Member of Congress Member of Congress Steve Stivers Bill Johnson Member of Congress Member of Congress Filemon Vela Tom Cole Member of Congress Member of Congress Gus M. Bilirakis Markwayne Mullin Member of Congress Member of Congress reach this

Member of Congress

French Hill

Roger Williams Member of Congress

Vicente Gonzalez Member of Congress Lloyd Smucker Member of Congress

Member of Congress

Brad R. Wenstrup, D.P.M. Member of Congress