March 10, 2011

The Honorable Harry Reid Majority Leader United States Senate 711 Hart Senate Office Building Washington, DC 20510 The Honorable Mitch McConnell Republican Leader United States Senate 361A Russell Senate Office Building Washington, DC 20510

Dear Majority Leader Reid and Republican Leader McConnell:

The undersigned organizations urge Congress to begin working in a bipartisan, bicameral manner to enact legislation this year that will eliminate Medicare's sustainable growth rate (SGR) formula and lay the groundwork for adoption of broader physician payment and delivery reforms.

Last year, Congress was required to act five times to pass short-term measures (for as short as one month) to stop Medicare physician payment cuts scheduled for 2010. On three occasions Congress failed to act before cuts were implemented, causing disruptions in processing Medicare payments. These payment uncertainties and delays created serious problems for many physician practices and jeopardized seniors' access to care. Ultimately, Congress and the Administration worked together in a bipartisan manner to develop offsets and pass the "Medicare and Medicaid Extenders Act of 2010," which stabilized Medicare physician payments through 2011. It is our hope that Congress can again work together this year to end the cycle of temporary patches once and for all and develop a long-term and meaningful solution to this issue.

Throughout the past year, Senators and Representatives of both parties, as well as President Obama, have expressed support for permanently addressing the SGR. Both the final report of the National Commission on Fiscal Responsibility and Reform and the President's Fiscal Year 2012 Budget recommended eliminating the SGR. Each year a true solution is postponed, the cost of eliminating the flawed SGR formula grows. As work begins on the Fiscal Year 2012 budget resolution, we believe that this is the year for Congress to make eliminating the SGR one of its highest priorities.

The physician community is committed to taking a leading role in developing and pilot testing payment and delivery reforms that can provide a foundation for replacing the SGR and improving the Medicare physician payment system. We look forward to building upon last year's bipartisan effort to permanently replace the SGR with a workable system that keeps pace with practice costs and ensures that seniors, the disabled, and military families receive the high quality care that they have been promised for years to come.

Sincerely,

AMDA – Dedicated to Long Term Care Medicine American Academy of Allergy, Asthma and 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 Home Care 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 Pain Medicine American Academy of Pediatrics American Academy of Physical Medicine and Rehabilitation American Academy of Sleep Medicine American Association of Clinical Endocrinologists American Association of Clinical Urologists American Association of Neurological Surgeons American Association of Orthopaedic Surgeons American College of Allergy, Asthma and Immunology American College of Cardiology American College of Chest Physicians American College of Emergency Physicians American College of Gastroenterology American College of Mohs Surgery American College of Osteopathic Family Physicians American College of Osteopathic Internists American College of Osteopathic Surgeons American College of Phlebology American College of Physicians American College of Radiation Oncology American College of Radiology American College of Rheumatology American College of Surgeons American Congress of Obstetricians and Gynecologists American Gastroenterological Association American Geriatrics Society American Medical Association American Medical Group Association American Osteopathic Academy of Orthopedics American Osteopathic Association American Psychiatric Association American Society for Clinical Pathology American Society for Dermatologic Surgery Association American Society for Gastrointestinal Endoscopy American Society for Radiation Oncology American Society for Reproductive Medicine American Society of Addiction Medicine American Society of Anesthesiologists American Society of Cataract and Refractive Surgery American Society of Clinical Oncology American Society of Colon and Rectal Surgeons American Society of Hematology American Society of Nephrology American Society of Nuclear Cardiology American Society of Pediatric Nephrology

American Society of Plastic Surgeons American Society of Transplant Surgeons American Thoracic Society American Urogynecologic Society American Urological Association Child Neurology Society College of American Pathologists **Congress of Neurological Surgeons** Heart Rhythm Society Infectious Diseases Society of America Joint Council of Allergy, Asthma and Immunology Medical Group Management Association North American Spine Society **Renal Physicians Association** Society for Cardiovascular Angiography and Interventions Society for Maternal-Fetal Medicine Society for Vascular Surgery Society of Critical Care Medicine Society of Gynecologic Oncologists Society of Hospital Medicine Society of Nuclear Medicine The Endocrine Society 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 Inc 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 Medical Society of New Jersey New Mexico Medical Society Medical Society of the State of New York North Carolina Medical Society 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 Medical Society of Virginia Washington State Medical Association West Virginia State Medical Association Wisconsin Medical Society Wyoming Medical Society

cc: U.S. Senate