

March 10, 2023

The Honorable Xavier Becerra  
Secretary  
The Honorable Chiquita Brooks-LaSure  
Administrator  
Centers for Medicare and Medicaid Services  
Department of Health and Human Services  
200 Independence Avenue, SW, Room 445-G  
Washington, DC 20201

Dear Administrator Brooks-LaSure:

Thank you for your leadership in protecting health care access for the more than 30 million seniors and people with disabilities who choose Medicare Advantage. As stakeholders, we want to recognize the efforts of this Administration to improve Medicare Advantage for seniors and those with disabilities.

As we continue to assess the impact of the CY 2024 Medicare Advantage Advance Notice, we want to express concern over proposed risk adjustment changes jeopardizing progress made in advancing health equity, preventing disease progression, and delivering high-value, high-quality care. For these reasons, we are requesting the Centers for Medicare & Medicaid Services (CMS) reconsider implementation of the risk adjustment changes so stakeholders can fully understand the impact these changes will have on beneficiaries with multiple chronic conditions and social risk factors.

A recent analysis by Avalere shows the impact these changes could have on beneficiary premiums and benefits, with an average reduction of \$540 per beneficiary per year and higher impacts in many underserved metropolitan communities.<sup>1</sup> We are concerned the biggest impact could be on our most vulnerable seniors, including beneficiaries dually eligible for Medicare and Medicaid and those in chronic condition special needs plans. Many seniors and those with disabilities live on a fixed income—over 52% of Medicare Advantage beneficiaries report an annual income of less than \$25,000 per year.<sup>2</sup> In addition, 53% of Latino Medicare beneficiaries and 50% of Black Medicare beneficiaries are enrolled in Medicare Advantage.<sup>3</sup> The Asian American and Pacific Islander (AAPI) community continues to grow too; over 900,000 AAPI beneficiaries choose Medicare Advantage.<sup>4</sup> For those living on a fixed income, \$540 per year in reduced benefits or increased costs can drastically impact their ability to afford rent, food, transportation, internet, and other basic costs, particularly in an inflationary economic environment.

The Medicare Advantage model and flexibility enable providers to have more comprehensive, frequent visits with their patients. This leads to chronic and life-threatening diseases being diagnosed earlier and having greater access to benefits that can change lifestyles and improve

The CY 2024 Advance Notice proposes changes and elimination of over 2,200 unique codes from the Hierarchical Condition Category (HCC) used to determine coding variations. Downgrading and eliminating the codes used by clinical physicians in diagnosing conditions such as depressive disorder, diabetes with chronic conditions, vascular disease, protein-calorie malnutrition, rheumatoid arthritis and inflammatory connective tissue disease may disrupt the care of thousands of beneficiaries who seek care to prevent or reduce the impact these conditions have on their lives.

Medicare Advantage is a leader in value-based care arrangements, specifically those that are two-sided risk and population-based and has outpaced traditional Medicare, Medicaid, and commercial markets year over year.<sup>6</sup> CMS encourages patient-centered, coordinated health care models across programs and is committed to ensuring all FFS Medicare beneficiaries are in an accountable care arrangement by 2030. The priority on value-based, accountable care across CMS has fostered innovation and growth of medical centers and has accelerated investment in critical primary care access in communities that are historically medically underserved and serve a significant number of Medicare Advantage beneficiaries. Value-based care is the present and future of health care in the U.S. and proposals hindering further progress, such as those in the Advance Notice, are concerning.

This unprecedented cut will also lead to a decrease in funding for supplemental benefits. The decrease in funding for supplemental benefits could mean a loss of dental, hearing, and vision coverage, less access to telehealth, decreased allowances to help beneficiaries afford over-the-counter products, reduced fitness and wellness benefits, no annual vision exams and coverage for glasses or contact lenses, diminished transportation benefits to health care appointments, and no more nutrition-related services or prepared meals after a hospital or nursing facility stay. Beneficiaries have come to rely on these benefits, and losing them, coupled with increased premiums, is a burden many of these seniors cannot afford.

The changes CMS proposes in the CY 2024 Advance Notice to risk adjustment go far beyond variations in coding and threaten the advancements and achievements made over the last decade that could disproportionately impact the very populations CMS seeks to protect and support.

**Based on these concerns, we urge CMS to reconsider and not move forward with these risk adjustment changes for the 2024 plan year. Instead, we encourage CMS to work with all stakeholders to assess the impacts these proposals will have on beneficiaries, especially vulnerable populations whose needs are best served by the coordinated care models under**

**Medicare Advantage. Any proposals finalized for future implementation based on a thorough review of stakeholder input should be phased in over multiple years to maintain program stability for beneficiaries.**

Sincerely,

Advanced Medical Management (CA)	Edward-Elmhurst Health	Michigan Independent Physician Alliance	ProHealth Care (WI)
agilon health	El Paso Health	Morehead Primary Care (KY)	Senior Helpers of Tempe
Amarillo Medical Specialists (TX)	Family HealthCare Associates (TX)	NAMI of Southern Nevada	Sequoia Health Plan (CA)
AMCP	Family Medicine Associates (Bowling Green, KY)	National Adult Day Services Association	SilverSneakers by Tivity Health
America's Physician Groups	Gerontological Advanced Practice Nurses Association	National Association of Benefits and Insurance Professionals	SNP Alliance
AMGA	Greater Good Health	National Association of Nutrition and Aging Services Programs	Southeast Primary Care Partners (GA)

Arab American Chamber of Commerce	Hattiesburg Clinic (PA)	National Hispanic Medical Association Network Solutions IPA (NY)	Southern Nevada Building Trades Union
Arizona Community Physicians	Health CAWS	Nevada Adult Day Healthcare Centers	St. Elizabeth Healthcare (KY)
Arizona Nurses Association	Healthcare Leadership Council	Nevada Chronic Care Collaborative	Summit Medical Group
Asian & Pacific Islander American Health Forum	HealthHIE Georgia Corporation	New Jersey Association of Nurse Anesthetists	Teachers' Retirement System of Kentucky
Austin Regional Clinic	Healthy Places by Design	New Jersey State Nurses Association	TJ Regional Health
Association for Behavioral Health and Wellness	Heritage Valley Healthcare Network and Health System	Nguyen Medical Group (FL)	Tower Health Providers
American Telemedicine Association	Howard Brown Health Center (IL)	NorthShore University HealthSystem	UofL Health
Belen Health MSO	Huron Valley Practice Affiliates (MI)	Ochsner Health	Upstream

Better Medicare Alliance	Imperium Health	Olympia Medical Group	Vancouver Clinic
Burke Primary Care (NC)	InterMed	One Medical	Vandalia Health (WV)
Cano Health	Jefferson Health	Palmetto Primary and Specialty Care Physicians	Village Health Partners
Cascades of Tucson	Key Medical Group (CA)	Pennsylvania Association of Area Agencies on Aging	VillageMD
Central Virginia Coalition of Healthcare Providers	Las Vegas HEALS	Pennsylvania Medical Society	VNS Health
Christus Quality Network (TX)	Leung Health Care	Pisgah Network	Wellvana
Coalition of Texans with Disabilities	Live Oak Care (GA)	PO Partners	West Virginia Health Network
Coastal Carolina Health Care (NC)	Meadowcrest Family Physicians (FL)	Podometrics	YMCA of Southern Nevada
Consumer Action	Med Center Health Partners	Population Health Alliance	YMCA of the USA

Delaware Valley  
ACO

MedGroup Medical  
Center

Premier Family  
Physicians

DHG Medical  
Centers

Medical Care, PLLC

Prestige Primary Care

Dunbar Medical  
Associates (WV)

Mercy Health System

Primary Care  
Associates (SC)