Statement for the Record of the American College of Physicians to the

House Appropriations Subcommittee on Labor, Health and Human Services,

Education, and Related Agencies

Re: FY2015 Budget, Department of Health and Human Services

March 25, 2014

The American College of Physicians (ACP) is pleased to submit the following statement for the record on its priorities, as funded under the U.S. Department of Health & Human Services, for FY2015. ACP is the largest medical specialty organization and the second-largest physician group in the United States. ACP members include 137,000 internal medicine physicians (internists), related subspecialists, and medical students. Internal medicine physicians are specialists who apply scientific knowledge and clinical expertise to the diagnosis, treatment, and compassionate care of adults across the spectrum from health to complex illness. As the Subcommittee begins deliberations on appropriations for FY2015, ACP is urging funding for the following proven programs to receive appropriations from the Subcommittee:

- Title VII, Section 747, Primary Care Training and Enhancement, at no less than $71 million;
- National Health Service Corps, $810 million in funding, including the $310 million in enhanced funding through the Community Health Centers Fund;
- National Health Care Workforce Commission, $3 million;
- Agency for Healthcare Research and Quality, $375 million; and
- Centers for Medicare and Medicaid Services, Program Management for Marketplaces, $629 million.
The United States is facing a growing shortage of physicians in key specialties, most notably in general internal medicine and family medicine—the specialties that provide primary care to most adult and adolescent patients. With enactment of the Affordable Care Act (ACA), we expect the demand for primary care services to increase with the addition of 25 million Americans receiving access to health insurance, including an additional 13 million under Medicaid/CHIP, once the law is fully implemented. With increased demand, current projections indicate there will be a shortage of over 45,000 primary care physicians by 2020, growing to a shortage of over 65,000 primary care physicians by 2025. (AAMC Center for Workforce Studies with the Lewin Group. The Impact of Health Care Reform on the Future Supply and Demand of Physicians Updated Projections Through 2025. June 2010. Accessed at: https://www.aamc.org/download/158076/data/updated_projections_through_2025.pdf). Without critical funding for vital workforce programs, this physician shortage will only grow worse. A strong primary care infrastructure is an essential part of any high-functioning healthcare system, with over 100 studies showing primary care is associated with better outcomes and lower costs of care (http://www.acponline.org/advocacy/where_we_stand/policy/primary_shortage.pdf).

The health professions’ education programs, authorized under Title VII of the Public Health Service Act and administered through the Health Resources and Services Administration (HRSA), support the training and education of health care providers to enhance the supply, diversity, and distribution of the health care workforce, filling the gaps in the supply of health professionals not met by traditional market forces, and are critical in helping institutions and programs respond to the current and emerging challenges of ensuring that all Americans have access to appropriate and timely health services. Within the Title VII program, we urge the Subcommittee to fund the Section 747, Primary Care Training and Enhancement program at $71 million, in order to maintain and expand the pipeline for individuals training in primary care. The Section 747 program is the only source of federal training dollars available
for general internal medicine, general pediatrics, and family medicine. For example, general internists, who have long been at the frontline of patient care, have benefitted from Title VII training models emphasizing interdisciplinary training that have helped prepare them to work with other health professionals, such as physician assistants, patient educators, and psychologists. Without a substantial increase in funding, for the fourth year in a row, HRSA will not be able to carry out a competitive grant cycle for physician training; the nation needs new initiatives supporting expanded training in multi-professional care, the patient-centered medical home, and other new competencies required in our developing health system.

The College urges $810 million in funding for the National Health Service Corps (NHSC), as requested in the President’s FY2015 budget; this amount includes the $310 million in enhanced funding the Health and Human Services Secretary has been given the authority to provide to the NHSC through the Community Health Centers Fund. Since the enactment of the ACA, the NHSC has awarded over $1 billion in scholarships and loan repayment to health care professionals to help expand the country’s primary care workforce and meet the health care needs of underserved communities across the country. With field strength of nearly 9,000 clinicians, NHSC members are providing culturally competent care to more than 10.4 million people at nearly 14,000 NHSC-approved health care sites in urban, rural, and frontier areas. The increase in funds would expand NHSC field strength to 15,000 and would serve the needs of more than 16 million patients, helping to address the health professionals’ workforce shortage and growing maldistribution. The programs under NHSC have proven to make an impact in meeting the health care needs of the underserved, and with increased appropriations, they can do more.

We urge the Subcommittee to fully fund the National Health Care Workforce Commission, as authorized by the ACA, at $3 million. The Commission is authorized to review current and projected
health care workforce supply and demand and make recommendations to Congress and the Administration regarding national health care workforce priorities, goals, and polices. Members of the Commission have been appointed, but have not begun work due to a lack of funding. The College believes the nation needs a comprehensive workforce policy founded on sound research to determine the nation’s current and future needs for physicians by specialty and geographic areas; the work of the Commission is imperative to ensure Congress is creating the best policies for our nation’s needs.

The **Agency for Healthcare Research and Quality** (AHRQ) is the leading public health service agency focused on health care quality. AHRQ’s research provides the evidence-based information needed by consumers, clinicians, health plans, purchasers, and policymakers to make informed health care decisions. The College is dedicated to ensuring AHRQ’s vital role in improving the quality of our nation’s health and recommends a budget of $375 million. This amount will allow AHRQ to help providers help patients by making evidence-informed decisions, fund research that serves as the evidence engine for much of the private sector’s work to keep patients safe, make the healthcare market place more efficient by providing quality measures to health professionals, and ultimately, help transform health and health care.

Finally, ACP supports $629 million in funding for the **Centers for Medicare and Medicaid Services, Program Management for Marketplaces** as requested in the President’s FY2015 budget in order to carry out its duties as necessary. Such funding would allow the federal government to continue to administer the insurance marketplaces as authorized by the ACA if a state has declined to establish an exchange that meets federal requirements. CMS now manages and operates some or all marketplace activities in over 30 states. If the Subcommittee decides to deny the requested funds, it will be much more difficult for the federal government to operate and manage a federally-facilitated exchange in
those states, raising questions about where and how their residents would obtain and maintain coverage. It is ACP’s belief that all legal Americans – regardless of income level, health status, or geographic location – must have access to affordable health insurance.

In conclusion, the College is keenly aware of the fiscal pressures facing the Subcommittee today, but strongly believes the United States must invest in these programs in order to achieve a high performance health care system and build capacity in our primary care workforce and public health system. The College greatly appreciates the support of the Subcommittee on these issues and looks forward to working with Congress as you begin to work on the FY2015 appropriations process.