## VERMONT MEDICAL SOCIETY RESOLUTION

## Preserving Patient Access to Physicians by Reducing Administrative Burdens and Improving Reimbursement

Adopted on October 3, 2009

1	WHEREAS, The United States and Vermont face a growing shortage of physicians, at a time
2	when the need for physicians to care for an aging population with an increased prevalence of
3	chronic disease is growing and nationally demand for physicians is expected to outpace supply
4	through at least 2025;¹ and
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6	WHEREAS, The current supply of primary care physicians is inadequate; the shortage of
7	primary care doctors is increasing; and fewer medical students' are choosing careers in primary
8	care; <sup>2</sup> and
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10	WHEREAS, The shortage of physicians will be exacerbated by health care reform if steps are
11	not taken to ensure an adequate supply of physicians; access to primary care physicians in
12	particular is critical to ensure the success, quality and efficiency of the patient-centered medical
13	home initiative; and
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15	WHEREAS, Low reimbursement and the interference with clinical decisions posed by
16	administrative tasks create obstacles to physician retention; <sup>3</sup> and
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18	WHEREAS, Physician primary care and specialty compensation is not keeping pace with
19	inflation <sup>4</sup> ; and Medicare and Medicaid continue to reimburse physician services below the cost
20	of providing the service; and
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22	WHEREAS, Physician practices incur significant increased expense by performing
23	administrative tasks of financial benefit to payers, such as obtaining prior authorizations,
24	performing step therapy, and correcting misattributed and inaccurate quality data; and
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26	WHEREAS, Physician practices incur increased costs to acquire and maintain health
27	information technology, and to create, review and update patients' online health records; and

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<sup>&</sup>lt;sup>1</sup>"Complexities of Physician Supply and Demand: Projections Through 2025," AAMC https://services.aamc.org/publications/showfile.cfm?file=version122.pdf&prd\_id=244&prv\_id=299&pdf\_id=122; "Health Resource Allocation Plan" Vermont Department of Banking, Insurance, & Health Care Administration http://www.bishca.state.vt.us/HcaDiv/HRAP\_Act53/HRAP09\_Chapter2.pdf

K.E. Hauer, et al., "Factors Associated with Medical Students' Career Choices Regarding Internal Medicine," JAMA, http://jama.ama-assn.org/cgi/content/full/300/10/1154; T. Bodenheimer, "Primary Care – Will It Survive?" New England Journal of Medicine, http://content.nejm.org/cgi/content/full/355/9/861; "How is a Shortage of Primary Care Physicians Affecting the Quality and Cost of Medical Care?" American College of Physicians,

http://www.acponline.org/advocacy/where we stand/policy/primary shortage.pdf <sup>3</sup> "2007 Physician Retention Survey," *American Medical Group Association and CEJKA Search*, http://www.cejkasearch.com/media/news/physician-retention-survey-2007-pr.htm

<sup>&</sup>lt;sup>4</sup> "Physician compensation and Production Survey: 2009 Report Based on 2008 Data." Medical Group Management Association (MGMA). http://www.mgma.com/press/article.aspx?id=29318 http://www.mgma.com/WorkArea/showcontent.aspx?id=29312

WHEREAS, Initiatives for reimbursing telephone and e-visits, group visits, and after-hours codes, should be designed to ensure that these services are administered in a manner that supports high quality clinical care and does not increase the administrative burden for physician practices; and

WHEREAS, This increased practice expense for administrative tasks and information technology has not been adequately reflected in increased physician reimbursement; and

WHEREAS, To ensure access for patients, it is important that all possible means to address current and projected physician shortages are explored, therefore be it

RESOLVED, That VMS advocates for loan repayment funding and adequate public and private payer reimbursement for physicians, including reimbursement for administrative tasks, for installing and maintaining information technology and electronic health records, and for telemedicine services, telephone services, remote patient visits and exchanging secure e-mails with patients, and be it further

RESOLVED, That the Vermont Medical Society provides information to Vermont legislators and the public explaining the need to recruit and retain physicians for vulnerable populations in Vermont to ensure patient access to care in the face of current and worsening physician shortages; and be it further

RESOLVED, That the Vermont Medical Society communicates with the Vermont Congressional delegation to ensure that Health Care Reform legislation includes provisions to address Medicare and Medicaid reimbursement and related issues including:

- A national floor for Medicaid reimbursement;
- Audited national standards for Medicaid beneficiary access to physicians and other health professionals;
- Adequate reimbursement for any public plan included in the legislation;
- Repair of the Medicare Sustainable Growth Rate (SGR) formula;
- Geographic Practice Cost Index (GPCI) floor; and
  - Interpreter reimbursement mandates for Medicaid, Medicare, public plans and private insurers.