

June 12, 2025

The Honorable John Thune Majority Leader U.S. Senate Washington, D.C. 20510 The Honorable Chuck Schumer Minority Leader U.S. Senate Washington, D.C. 22515

Dear Majority Leader Thune and Minority Leader Schumer,

The members of the Modern Medicaid Alliance (MMA) and its supporters write to you today to express deep concerns and opposition to many of the policies contained in the Energy and Commerce (E&C) Committee's portion of H.R. 1, the reconciliation bill passed by the House on May 22. In light of these concerns, we urge all Senators to reject the Medicaid provisions included in the House reconciliation package and protect the Medicaid program from the harmful funding cuts it proposes.

Since its creation in 1965, Medicaid has provided access to health care for Americans in need. At its creation, the program was much simpler with many fewer covered lives and a much more limited list of covered services. Importantly, however, over the past 60 years, the Medicaid program has evolved and grown, adding new services to reflect the current health care system as well as extending coverage to more Americans who experience challenges obtaining access to adequate health insurance. These changes allow the Medicaid program to remain a vital lifeline to care for Americans, just as it was in 1965.

While the policies contained in this bill are presented as rooting out waste, fraud and abuse or preserving it for those the program was intended for, the reality is that cutting upwards of \$700 billion from the program will do real harm to all enrollees and among all providers. According to the Congressional Budget Office (CBO), the bill would result in coverage losses for approximately 11 million people by 2034 — with more than 7.8 million of those individuals losing Medicaid coverage.<sup>1</sup> Such losses in coverage could lead to significant destabilization of hospitals and providers, with some studies suggesting a total of \$1 trillion in lost revenue and a projected increase in uncompensated care of \$278 billion by 2034, before taking into account the reductions in provider taxes or impacts of other eligibility policies.<sup>2</sup>

This bill negatively modifies longstanding legal funding mechanisms utilized by states to maintain stable Medicaid coverage and benefits while also imposing new, massively bureaucratic mechanisms that will result in unprecedented coverage loss, specifically:

- New bureaucratic barriers on enrollment and eligibility that will unintentionally harm and impact coverage and benefits for **eligible** Medicaid enrollees;
- Increases in uncompensated care through misguided limits on retroactive coverage;
- Limitations on provider taxes and state-directed payments that will undermine states' ability to fund their Medicaid programs and will negatively impact coverage and access to care;
- Work requirements that replicate previously tried, ineffective and misguided policies, leading to few changes in employment and an administrative mess for states, individuals, families and caregivers; and
- Harmful cost-sharing provisions that will make it harder for millions of low-income Americans to access care they need and shift undue costs onto safety net providers.

<sup>&</sup>lt;sup>1</sup> https://www.cbo.gov/publication/61461

<sup>&</sup>lt;sup>2</sup> https://www.rwjf.org/en/insights/our-research/2025/05/reconciliation-bill-and-end-of-enhanced-subsidies.html



Together, the policies contained in the House bill have the potential to harm millions of low-income, older adults, children, pregnant women, disabled and rural Americans. Instead of improving the Medicaid program, the result would dramatically reduce federal funding by erecting unnecessary administrative barriers and reducing funding by changing longstanding, lawful mechanisms. For these reasons, we urge all Senators to reject any cuts to the Medicaid program and ensure continued access to health care for millions of Americans.

Sincerely,

AAP California Chapter 1 **AAP** Vermont Chapter AARP AASA, The School Superintendents Association Academy of Managed Care Pharmacy ADVION (formerly National Association for the Support of Long Term Care) AiArthritis Alabama Chapter-American Academy of Pediatrics Alliance for Aging Research Alliance for Women's Health and Prevention Alliance of Community Health Plans America's Physician Groups American Academy of Addiction Psychiatry American Academy of Family Physicians American Academy of Hospice and Palliative Medicine American Academy of Nursing American Academy of Pediatrics American Academy of Pediatrics South Dakota Chapter American Academy of Pediatrics, California Chapter 3 American Academy of Pediatrics, California American Academy of Pediatrics, District of Columbia Chapter American Ambulance Association American Association for Community Psychiatry American Association of Nurse Practitioners American Association of People with Disabilities American Association of Psychiatric Pharmacists American Association on Health and Disability American Cancer Society Cancer Action Network American College of Nurse-Midwives American College of Obstetricians and Gynecologists American Diabetes Association American Foundation for Suicide Prevention American Mental Health Counselors Association American Music Therapy Association American Network of Community Options and Resources (ANCOR) American Nurses Association American Psychological Association Services American Society of Pediatric Hematology/Oncology American Speech-Language-Hearing Association AmeriHealth Caritas Anxiety and Depression Association of America Arizona Chapter of the American Academy of Pediatrics Arthritis Foundation



Association for Behavioral Health and Wellness Association for Community Affiliated Plans Association of Assistive Technology Act Programs Association of Maternal & Child Health Programs Association of People Supporting Employment First (APSE) Asthma and Allergy Foundation of America Autistic Self Advocacy Network Bazelon Center for Mental Health Law Black Women's Health Imperative Caregiver Action Network **Caring Across Generations** Center for Health Law and Policy Innovation Center for Medicare Advocacy Center to Advance Palliative Care Changent **CHC: Creating Healthier Communities** Children's Hospital Association Color of Gastrointestinal Illnesses CommunicationFIRST **Community Catalyst Community Servings COPD** Foundation **Cystic Fibrosis Foundation** Diabetes Leadership Council Diabetes Patient Advocacy Coalition **Disability Belongs** Easterseals, Inc. Epilepsy Foundation of America Evangelical Lutheran Church in America Faces & Voices of Recovery Families USA Fight Colorectal Cancer Florida Chapter of American Academy of Pediatrics, Inc. Food Is Medicine Coalition Foundation for Sarcoidosis Research (FSR) Georgia Chapter of the American Academy of Pediatrics Gerontological Society of America Global Liver Institute Hand in Hand: The Domestic Employers Network Health Care Transformation Task Force Health Hats Healthcare Leadership Council Healthy Schools Campaign HealthyWomen Hearing Loss Association of America Hematology/Oncology Pharmacy Association Hemophilia Alliance Hemophilia Federation of America HIV Medicine Association Huntington's Disease Society of America Hydrocephalus Association Hypertrophic Cardiomyopathy Association IC&RC



Idaho Chapter of the American Academy of Pediatrics Illinois Chapter, American Academy of Pediatrics Infusion Access Foundation Inseparable Institute for Exceptional Care International Society of Psychiatric-Mental Health Nurses International Society of Psychiatric Nurses Iowa Chapter of the American Academy of Pediatrics Justice in Aging Kaiser Permanente Kansas Chapter American Academy of Pediatrics Kentucky Chapter of the AAP L.A. Care Lakeshore Foundation LeadingAge Lifelong Health for All Little Lobbyists Local Health Plans of California Lupus and Allied Diseases Association, Inc. Lupus Foundation of America Lutheran Services in America Maine Chapter, American Academy of Pediatrics Maryland Chapter, American Academy of Pediatrics Maryland Counseling Association, Inc. Massachusetts Chapter of the American Academy of Pediatrics Medicaid Health Plans of America (MHPA) Medicare Rights Center Mental Health America Metropolitan Area Neighborhood Nutrition Alliance (MANNA) Michigan Chapter, American Academy of Pediatrics Minnesota Chapter, American Academy of Pediatrics Mississippi Chapter of the American Academy of Pediatrics Montana Chapter of the American Academy of Pediatrics Mosaic National Academy of Elder Law Attorneys (NAELA) National Adult Day Services Association National Alliance for Caregiving National Alliance on Mental Illness National Association for Behavioral Healthcare National Association of Dental Plans (NADP) National Association Of Emergency Technicians National Association of Pediatric Nurse Practitioners National Association of Rural Health Clinics National Bleeding Disorders Foundation National Board for Certified Counselors National Coalition for Cancer Survivorship National Consumers League National Council for Mental Wellbeing National Council on Problem Gambling National Federation of Families National Health Council National Health Law Program National Hispanic Health Foundation



National Infusion Center Association National Kidney Foundation National Organization on Disability (NOD) National Register of Health Service Psychologists National Rural Health Association North Carolina Pediatric Society Nebraska Chapter of the American Academy of Pediatrics New Hampshire Chapter of the American Academy of Pediatrics New Hampshire Psychological Association New Jersey Chapter, American Academy of Pediatrics New Mexico Pediatric Society North Atlantic Region of ACA North Dakota Chapter of the American Academy of Pediatrics Nurses Who Vaccinate New York State AAP - Chapter 2 New York State AAP - Chapter 3 Ohio Chapter, American Academy of Pediatrics Oregon Pediatric Society **PAN** Foundation Partnership to Fight Chronic Disease Pennsylvania Chapter, American Academy of Pediatrics Pennsylvania Psychological Association Providence Relevance Santa Clara Family Health Plan School-Based Health Alliance South Carolina Chapter of the American Academy of Pediatrics **Speak Foundation** Susan G. Komen TASC, Inc. (Treatment Alternatives for Safe Communities) TASH Technical Assistance Collaborative Tennessee Chapter of the American Academy of Pediatrics The American Counseling Association The Arc of the United States The Kennedy Forum The Louisiana Chapter of the American Academy of Pediatrics Treatment Communities of America Triage Cancer UnidosUS United Spinal Association Utah AAP Utah Health Policy Project Virginia Counselors Association Washington Chapter of the American Academy of Pediatrics Well Spouse Association West Virginia Chapter, American Academy of Pediatrics Wisconsin Chapter of the American Academy of Pediatrics (WIAAP)