

September 16, 2022

The Honorable Nancy Pelosi
Speaker

The Honorable Kevin McCarthy
Minority Leader

The Honorable Mitch McConnell
Majority Leader

The Honorable Charles E. Schumer
Minority Leader

The Honorable Nita M. Lowey
Chair, Appropriations

The Honorable Kay Granger
Ranking Member, Appropriations

The Honorable Richard C. Shelby
Chair, Senate Appropriations

The Honorable Patrick J. Leahy
Ranking Member, Senate Appropriations

Dear Congressional Leaders:

As negotiations continue on the Fiscal Year 2023 appropriations bills, we write to urge you to include S.1568 / HR 4407 the TRAIN Act to protect the nation's 119 hospital-based nursing schools across the country from devastating funding cuts. COVID-19 has revealed just how devastating America's nursing shortage has become and now is not the time to be scaling back funding for nursing schools.

On August 21, 2020, CMS issued Transmittal 10315 (Change Request 11642), instructing Medicare Administrative Contractors (MACs) to recalculate the Part C components of nursing and allied health (NAH) and direct graduate medical education (DGME) payments to hospitals for calendar years 2002 through 2018. This applies to all unsettled cost reports as well as those settled within the past three years. According to the transmittal, CMS failed to make annual updates to the DGME Part C payments that fund the Nursing and Allied Health (NAH) Part C payment pool of up to \$60 million annually. CMS decided to recalculate and recoup payments previously made to NAH programs – effective September 21, 2020.

Our NAH programs worked diligently with CMS in the fall of 2020 to secure a reasonable solution to CMS' error. Although CMS delayed recoupment through the fall of 2020, the MACs began recouping in early 2021 more than \$100 million in Medicare pass-through payments CMS deemed as overpayments. Those recoupments are continuing today.

Some hospital-based nursing schools project losing as much as 70% of past payments, with additional payment reductions going forward. A preliminary CBO analysis shows that the recoupment will amount to about \$173 million. There will also be annual reductions of about \$30 million in additional payment cuts each year beginning in 2022.

This policy will result in the closing of NAH programs with the concomitant loss of nursing and allied health professionals at a time when these health care providers are most needed. In 2004, there were about 250 hospitals that received Medicare pass-through payments to operate nursing schools. Today, that number is 119.

We must work to ensure the future of hospital-based nursing schools, its employees and graduating nurses who have done so much for this nation during the pandemic. Thank you for your continuing work and consideration.

Sincerely,

AdventHealth University, Florida
Allen College, Iowa
Aultman College, Ohio
Baptist Health Sciences University, Tennessee
Blessing-Rieman College of Nursing & Health Sciences, Illinois
Bon Secours Memorial College of Nursing, Virginia
Bon Secours St. Mary's Hospital School of Medical Imaging, Virginia
Bryan College of Health Sciences, Nebraska
Carolinas College of Health Sciences, North Carolina
Clarkson College, Nebraska
Conemaugh School of Nursing, Pennsylvania
Cox College, Missouri
Firelands Regional Medical Center School of Nursing, Ohio
Joseph F. McCloskey School of Nursing, Pennsylvania
Kettering College, Ohio
Lawrence Memorial/Regis College School of Nursing, Massachusetts
Maine College of Health Professions, Maine
Margaret H. Rollins School of Nursing, Delaware
Mercy College of Ohio, Ohio
Mount Carmel College of Nursing, Ohio
Nebraska Methodist College, Nebraska
Research Medical Center Nursing School
Riverside College of Health Careers, Virginia
Saint Anthony College of Nursing, Illinois
Saint Francis Medical Center College of Nursing, Illinois
Signature Healthcare Brockton Hospital School of Nursing, Massachusetts
SoutheastHEALTH College of Nursing and Health Sciences, Missouri
Southside College of Health Sciences, Virginia
St. Elizabeth School of Nursing at Franciscan Health, Indiana
St. Francis Medical Center School of Nursing, New Jersey
St. Joseph School of Nursing, New Hampshire
St Mary's School of Nursing at Mountain Health Network, West Virginia
The Christ College of Nursing and Health Sciences, Ohio
Trinity Health System School of Nursing, Ohio
UPMC Mercy School of Nursing, Pennsylvania
UPMC Shadyside School of Nursing, Pennsylvania
UPMC St. Margaret School of Nursing, Pennsylvania

UPMC Jameson School of Nursing, Pennsylvania
Western Pennsylvania Hospital School of Nursing, Pennsylvania