

September 12, 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

Goldfarb School of Nursing at Barnes Jewish College, Missouri

Good Samaritan College of Nursing and Health Science, 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

Our Lady of Lourdes School of Nursing, New Jersey

Reading Hospital School of Health Sciences, Pennsylvania

Research Medical Center Nursing School, Missouri

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
St. Joseph's College of Nursing at St Joseph's Hospital Health Center Syracuse, New York
St. Peter's Hospital College of Nursing Albany, New York
Samaritan Hospital School of Nursing Troy, New York
The Christ College of Nursing and Health Sciences, Ohio
Trinity Health System School of Nursing, Ohio
University of Alabama at Birmingham (UAB) Health System and UAB School of Nursing
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