



601 Pennsylvania Avenue, N.W. South Building – Suite 900 - Washington, D.C. 20004-2601 Phone: 202-220-3172 Fax: 202-639-8238 Toll-Free: 1-866-360-7197

 $\label{lem:lemonth} \mbox{Email: } \underline{contact@nrln.org} \quad \mbox{Website: } \underline{http://www.nrln.org} \quad \mbox{Facebook: } \underline{www.facebook.com/nrln1}$ 

## February 28, 2022

The Honorable Janet Yellen Secretary of the Treasury and Managing Trustee of the Trust Fund 1500 Pennsylvania Ave. NW B61 Washington, D.C. 20220

The Honorable Xavier Becerra Secretary of Health and Human Services and Trustee 200 Independence Ave. SW Washington, D.C. 20201 The Honorable Martin J. Walsh Secretary of Labor and Trustee 200 Constitution Ave. NW Washington, D.C. 20210

The Honorable Dr. Kilolo Kijakazi Acting Commissioner of the Social Security Administration and Trustee 1300 D Street SW Washington, D.C. 20024

The Honorable Chiquita Brooks-LaSure Centers for Medicare and Medicaid Services Administrator and Secretary, Board of Trustees 7500 Security Blvd. Baltimore, MD 21244

## Dear Medicare Trustees:

As you know, the Centers for Medicare and Medicaid Innovation Center (CMMI) announced on February 24, 2022, that in 2023 it will transition the Global and Professional Direct Contracting (GPDC) Model into the Accountable Care Organization Realizing Equity, Access and Community Health (ACO REACH) Model.

For a number of years, on behalf of the National Retiree Legislative Network (NRLN) and the American Retirees Education Foundation (AREF), I have done considerable research into Medicare programs.

Each year I read the Medicare Trustees Annual Report to Congress, MedPAC analysis of the data and I have used considerable information from these reports for the NRLN/AREF white papers on original Fee-for-Service Part A Trust, Parts B and D Semi-Trust and Part C Private Medicare Advantage and Private Plans.

Since the inception of ACOs in 2013 there has been no specific financial reporting on ACOs in Medicare Trustees annual reports. Now that there are 453 Accountable Care Organizations and that CMS has targeted that all participants in original Medicare will be under control of ACOs by 2030 it is imperative that revenue, cost and profitability (including all special incentive payments) be disclosed and compared with all other parts of Medicare in annual reports.

The February 24, 2022, announcement that Direct Contracting Entities (DCEs) would be discontinued and that ACOs will be transitioned and integrated to reinvent them under the name of ACO REACH,

makes it imperative that that these ACO data be disclosed as they affect all Medicare beneficiaries' decision making and would provide Congress a window into the actual financial performance record of ACOs from 2013 - 2021.

It would be highly informative for members of Congress and the public to know what ACOs have been receiving in terms of rebates and/or incentive payments. It would also provide me with the ability to analyze for NRLN/AREF members how CMS expenditures for ACOs, and possibly ACO REACH, compare with original Medicare and Medicare Advantage financial performance.

I encourage you to include in the forthcoming Medicare Trustees Annual Report, in as much detail as possible, how taxpayers' money was spent on the existing 453 ACOs annually from 2013 to 2021. I would welcome the opportunity to talk with a member of the Trustees' staff about why I believe providing this information is important.

Respectfully,

Bill Kadereit,

President, National Retiree Legislative Network

Chairman & President American Retirees Education Foundation

Email: bkad@sbcglobal.net

Phone: 214-725-5289