MEMORANDUM

July 15, 2020

TO: Health and Human Services Committee

FROM: Linda McMillan, Senior Legislative Analyst

SUBJECT: Special Appropriation to the Fiscal Year 2021 Operating Budget;

Montgomery County Government; COVID-19 Human Services and Community Assistance Non-Departmental Account (NDA); Assistance to Community Clinics, Medical and Dental Practices; \$3,000,000 (Source of

Funds: Federal Grant) Lead Sponsor: County Council

PURPOSE: Recommendation; vote expected

Expected for this session:

Dr. Raymond Crowel, Director, Department of Health and Human Services Vickie Buckland, Chief Operating Officer, DHHS Lindsay Lucas, Office of Management and Budget

This special appropriation was introduced on July 7, 2020 and a public hearing was held on July 14, 2020. It is scheduled for action on July 21, 2020.

Summary of Problem and Provisions of Special Appropriation

The COVID-19 health emergency required medical and dental practices, including community clinics and primary care, to stop non-emergency in-person visits, work to transition to telemedicine, and incur costs for protective equipment for emergency services and re-opening. While non-emergency visits are now allowed, private outpatient practices face substantial financial challenges because of a 3-month loss of revenue and a continued decline in patient visits. In addition, Montgomery Cares community clinics are doing additional work to reach communities that are highly impacted by COVID-19 and people who may lack health insurance or access to healthcare.

The Office of Legislative Oversight (OLO) Spotlight memo, "COVID-19 Impacts on Primary Care Practices" (attached) includes data from Phreesia, a health technology company, that shows:

- Outpatient visits declined by almost 60% by early April;
- Telemedicine visits increased by 14% by mid-April;
- Outpatient visits are rebounding but still about one-third lower than before the pandemic;
- A subset of outpatient visits, primary care visits were down 51% the week of April 5 and down 25% the week of May 10; and
- OLO also cites information that practitioners expect visit volume to only be 80-90% of pre-pandemic volume for the rest of the year.

At the public hearing, in addition to testimony from Delegate Emily Shetty, the Council received testimony from Dr. Jayaraman from Potomac Physician Associates (attached) that emphasizes the role of primary care to thousand of residents and that "if the government fails to recognize and support the entire spectrum of primary care at this perilous time, countless practices like PPA will collapse..." Dr. Jayaraman then says that this will force people to go to the emergency room for care.

As is the case for primary care medical practices, general dentistry has also been financially impacted. The American Dental Association Health Policy Institute reported on a March poll that showed nationally 19% of dental practices had closed completely and 76% were seeing emergency patients only at that time. While practices have begun to re-open, the Centers for Disease Control and Prevention states that dental settings have unique characteristics that warrant specific infection control consideration.

This special appropriation allocates \$2 million for a competitive grant program for Montgomery County-based independent primary care medical and dental practices. A primary care physician or dentist is a licensed practitioner who has the initial contact with the patient and who may refer the patient to a specialist. The maximum grant to any one practice is \$50,000 and the maximum amount will be reduced by any award a practice received under the County's Public Health Emergency Grant (PHEG) program.

The Montgomery Cares community clinics are a critical partner is responding to the COVID-19 health emergency. They serve those without access to health insurance and healthcare. They are focused on serving the Black and Hispanic people who are disproportionately impacted by COVID-19. They are key to helping people with chronic conditions that may be the underlying conditions that impact the seriousness of the COVID-19 disease for people who are infected. This special appropriation allocates \$500,000 to the Department of Health and Human Services to provide additional support to these community clinics.

Written testimony was provided to the Council from the Montgomery Cares Advisory Board, Health Centers Leadership Council, and Primary Care coalition in support of this appropriation (attached). This testimony says that "Primary care is the backbone of our health system..." In addition to supporting this special appropriation, the testimony notes three other

elements that are stressed in the safety-net health services system in the county: funding for specialty care referrals, expanding access to behavioral health care, and support for Care for Kids.

All Medical and dental practices have had to innovate to reach patients during this pandemic, including initiating or enhancing the use of telemedicine. It is important to continue to innovate to increase access to healthcare even as practices re-open. These types of innovations can improve access to health for people who are not able to or have difficulty travelling to appointments and can reduce the amount of time needed by patients to consult with health professionals. It is expected that the healthcare delivery system will be permanently changed by these innovations – one positive outcome of this health crisis. **This special appropriation allocates \$500,000 for a grant program to expand telehealth and implement other innovations with a focus on reducing disproportionate health outcomes.** The maximum for this grant is \$25,000.

·

COUNTY COUNCIL FOR MONTGOMERY COUNTY, MARYLAND

Lead Sponsor: County Council

SUBJECT: Special Appropriation to the Fiscal Year 2021 Operating Budget

Montgomery County Government

<u>COVID-19 Human Services and Community Assistance NDA</u>
Assistance to Community Clinics, Medical and Dental Practices

\$3,000,000 (Source of Funds: Federal Grant)

Background

- 1. Section 308 of the County Charter provides that a special appropriation is an appropriation which states that it is necessary to meet an unforeseen disaster or other emergency, or to act without delay in the public interest. Each special appropriation shall be approved by not less than six Councilmembers. The Council may approve a special appropriation at any time after public notice by news release. Each special appropriation shall specify the source of funds to finance it.
- 2. A new coronavirus disease, named COVID-19, appeared in China in December 2019 and spread extremely quickly. On March 11, 2020 the World Health Organization declared the disease a pandemic. By June 28, 2020, there were more than 10 million cases reported worldwide. In the United States there were more than 2.5 million confirmed cases and over 125,000 deaths. On June 28, the State of Maryland reported 66,777 confirmed cases and 3,042 deaths. In Montgomery County there were 14,607 confirmed cases and 696 confirmed deaths.
- 3. To slow the spread of the disease, Governor Hogan declared a State of Emergency and has issued several Executive Orders with actions that include, but are not limited to, closing schools, closing senior centers and adult medical day care programs, closing all non-essential businesses and limiting the number of people that can gather. The Governor also ordered that starting March 24 all elective and non-urgent medical procedures had to cease and licensed or certified healthcare providers could only provide medical procedures that were critically necessary for the maintenance of health for a patient. The Governor later revised this Executive Order to allow resumption of elective and non-urgent medical procedures and appointments as of May 7 with certain requirements and protections.

- 4. Nationally and locally, the pandemic has had a significant impact on medical practices. The Commonwealth Fund reported that the number of visits to ambulatory practices declined by 60% from March 1 to early April and as of mid-May were still about one-third lower than before the pandemic. One area where the initial reduction was most evident was the mid-Atlantic and New England region. While revised standards for telemedicine allowed for increased telemedicine appointments, and in-person visits are increasing, most outpatient practices face substantial financial challenges because of a 3-month loss of revenue.
- 5. The Montgomery Cares system of community-based clinics continues its mission to provide access to health care to low-income people and people without access to health insurance. Clinics have implemented telemedicine appointments and continue to reach out into the communities that have been disproportionately impacted by COVID-19 to help connect people to testing and other healthcare needs.
- 6. Closures have caused financial strain on dental practices as well. The American Dental Association (ADA) Health Policy Institute reported its March 23, 2020 poll showed that nationally 19% of dental practices had closed completely and 76% were seeing emergency patients only. By June 1, the ADA reported that 90% of practices had re-opened since early May but over 70% reported lower patient volume. The Centers for Disease Control and Prevention states that Dental settings have unique characteristics that warrant specific infection control consideration.
- 7. Public notice of this special appropriation was provided and a public hearing was held.

Action

The County Council for Montgomery County, Maryland approves the following resolution:

A special appropriation to the FY21 Operating Budget of the Montgomery County Government, in the amount of \$3,000,000 is approved as follows:

	Personnel Operating			Source of	
	Expense	Expense	TOTAL	Funds	
	-	-			
COVID-19 Human	\$0	\$3,000,000	\$3,000,000	Federal	
Services and Community				Grant Funds	
Assistance NDA					

\$500,000 of this special appropriation must be used for the Department of Health and Human Services to continue to support the work of the Montgomery Cares community clinics and their work with County residents who live in neighborhoods and communities disproportionately impacted by COVID-19 or work in settings with a high risk of contracting COVID-19.

The Executive must use \$2.0 million of this special appropriation for a competitive grant program for Montgomery County-based independent primary care medical and dental practices to respond to lost revenue and costs associated with changes that are necessary to reopen their practices. The maximum grant to any one practice must be \$50,000. The ranking and review system for these grants should include consideration of whether the practice is serving patients from communities and neighborhoods disproportionately impacted by COVID-19 or fill specific needs, such as serving clients in languages in addition to English. A practice that has received funding through the Public Health Emergency Grant (PHEG) program may receive no more than a total of \$50,000 from PHEG and this grant assistance.

The Executive must use \$500,000 of this special appropriation for a grant program to help Montgomery County-based independent medical and dental practices expand telehealth and implement other innovations to increase and enhance patient access to healthcare, with a focus on reducing disproportionate health outcomes. The maximum amount of this grant is \$25,000. A practice may receive this grant in addition to other County funding.

In this resolution, an independent primary care medical or dental practice means a group of primary care physicians or dentists who own a majority of the medical or dental practice and retain key decision-making rights for the practice. A Montgomery County-based independent medical or dental practice must have one or more offices located in the County that is primarily used for treating patients. A primary care physician or dentist means a licensed physician or dentist with whom a patient has initial contact and by whom the patient may be referred to a specialist.

This appropriation is needed to act in response to a public health or safety emergency and to act without delay in the public interest.

1 n1s 1s	s a correct	copy or	Council a	ction.
Selena	Mendy S	ingleton	, Esq.	
Clerk	of the Cou	ıncil		

Office of Legislative Oversight

SPOTLIGHT

May 24, 2020

COVID-19 Impacts on Primary Care Practices

The coronavirus pandemic and resulting shelter-at-home orders have had a profound impact on businesses across the country. Many businesses have had to lay off employees, and ongoing revenue losses are threatening their continued viability. Among businesses that have been hard-hit, primary care medical practices and doctors have seen dramatic shifts in business. This report describes recent impacts on primary care medicine and efforts to help this segment of the medical community.

Note that this report does not attempt to address issues in primary care from a patient's perspective. Rather, the information is focused on the business of primary care practices.

PRIMARY CARE

"Primary care" typically is the first care provided by a doctor when a person has an undiagnosed health concern. Physicians in a "primary care practice" often are a patient's "personal physician" and generally include doctors specializing in family medicine, internal medicine, or pediatrics. Primary care practices routinely provide diagnosis and treatment of acute and chronic illness, disease prevention, health promotion and maintenance, and patient education within the practice, while consulting with or referring patients to specialists when needed.¹ According to the Kaiser Family Foundation, there were 486,405 primary care physicians in the United States in March 2020. Data from the Robert Wood Johnson Foundation and the University of Wisconsin Population Health Institute show that there are 1,425 primary care physicians in Montgomery County in 2020 (or one for every 743 residents).²

Physicians in the United States most commonly work as part of a small, independent practice. In 2018, over half of physicians nationally worked in independent practices, many of which were small businesses. In 2017, 89 percent of the 1,007 physicians' offices (of all types) in Montgomery County had 19 or fewer employees.³

IMPACT OF COVID-19 ON HEALTH CARE VISITS⁴

Coronavirus disease 2019 (COVID-19) is a highly contagious virus and currently there is no vaccine to prevent COVID-19. The virus spreads mainly from person-to-person through respiratory droplets produced when infected individuals cough, sneeze, or talk.⁵ Recent studies show that infected individuals can spread the virus before they develop symptoms and some infected and contagious individuals never develop symptoms at all.

To contain the spread of the virus in the United States, a majority of states' public health officials have issued stay-at-home orders, recommended that people work from home if they can, and closed nonessential businesses, parks and recreation areas where people may gather. To help prevent transmission, the U.S. Centers for Disease Control and Prevention (CDC) recommends people wear cloth masks in public, wash hands frequently, and avoid close contact with others.

In March 2020, the CDC also recommended that "healthcare systems prioritize urgent visits and delay elective care to mitigate the spread of COVID-19 in healthcare settings," leading people across the U.S. to cancel or skip health care appointments.⁶ To provide care without having patients physically come to a doctor's office, physicians across the country have begun providing care through or increased their use of "telemedicine" — with health care providers and patients "meeting" via video or over the telephone ("televisits").

The following statistics come from data collected by Phreesia, a health technology company that helps practices with patient administration, from its client base representing over 50,000 providers nationwide. Data collected between mid-February and mid-May include more than 12 million patient visits. From these data, researchers found:

- Outpatient visits declined by almost 60% by early April;
- Telemedicine visits increased by 14% by mid-April;
- · Outpatient visits are rebounding but still about one-third lower than before the pandemic; and
- A subset of outpatient visits, primary care visits were down 51% the week of April 5 and down 25% the week of May 10.

The chart to the right shows the decrease in health care visits from mid-February through mid-May 2020. The data show that while visits initially declined significantly; in late March, health care visits began to rise again.

Source:

https://www.commonwealthfund. org/publications/2020/apr/impact -covid-19-outpatient-visits The rebound in visits is occurring in all areas of the U.S. but appears largest in the South Central census division.



Note: Data are presented as percentage change in number of visits in a given week from the baseline week (March 1–7). Distribution of states across U.S. census divisions is available at the Census website. The South Central census division is composed of Texas, Oklahoma, Arkansas, Louisiana, Mississippi, Alabama, Tennessee, and Kentucky.

Source: Ateev Mehrotra et al., "The Impact of the COVID-19 Pandemic on Outpatient Visits: A Rebound Emerges," To the Point (blog), Commonwealth Fund, May 19, 2020. https://doi.org/10.26099/ds9e-jm36

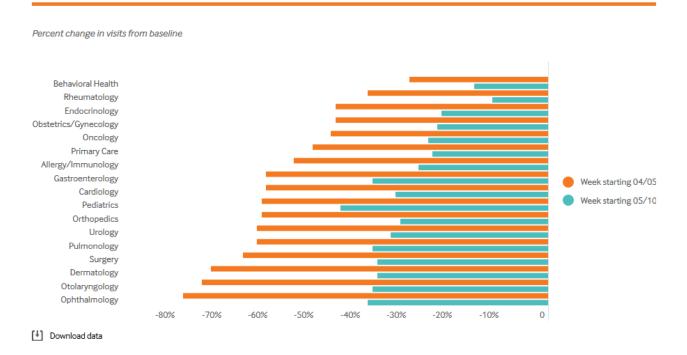
IMPACT OF COVID-19 ON HEALTH CARE VISITS (cont.)

In recent years, many types of physician practices, including primary care, have seen mergers and acquisitions of practices and industry consolidation.⁸ Some analysts observe that physicians employed during the pandemic through a healthcare system are in better financial situations than independent, private practices.⁹

Some health care facilities report that they expect to work in a COVID environment for the next year or more. One source estimates that beginning in March 2020, primary care practices in the United States will experience around six to eight weeks where patient volume is down 50-60%, another four to six weeks with volume down 20-30%, with volume climbing to only 80-90% of pre-pandemic volume for the rest of the year. According to a recent Kaiser Family Foundation poll, 82% of the public expects to visit a doctor or dentist in person in the next three months.

The data in the next chart show changes in the percentage of patient visits for a variety of health care fields – comparing visits from the week beginning April 5 and the week beginning May 10.

The rebound in visits has occurred across all specialties. The relative decline in visits remains largest among surgical and procedural specialties and pediatrics. The relative decline is smaller in other specialties such as adult primary care and behavioral health.



Note: Relative decline in visits between baseline week of March 1 and weeks of April 5 (nadir of visit decline) and May 10 (last week of data). Data only for select specialties shown. Decline shown is reflective of all visit types (in-person and telemedicine). Visits from nurse practitioners and physician assistants are not included.

Source: Ateev Mehrotra et al., "The Impact of the COVID-19 Pandemic on Outpatient Visits: A Rebound Emerges," To the Point (blog), Commonwealth Fund, May 19, 2020. https://doi.org/10.26099/ds9e-jm36

Source: https://www.commonwealthfund.org/publications/2020/apr/impact-covid-19-outpatient-visits

EFFORTS TO ASSIST PHYSICIANS' PRACTICES DURING THE PANDEMIC

The federal government and many private insurance companies have taken steps to help physicians financially during the pandemic. For example, before the pandemic, the Center for Medicare and Medicaid Services (CMS) and many private insurers limited physicians' ability to be reimbursed for televisits. CMS and private insurers have loosened these restrictions significantly. Many states, including Maryland, have changed also state regulations to allow physicians more flexibility to use telemedicine.¹³

Before the pandemic, many private practices were not set up to provide care via telemedicine. ¹⁴ A 2019 American Medical Association survey found that only 15% of physicians were using telemedicine to provide patient care. ¹⁵ Many practices that did not provide telemedicine options before the pandemic have had to move quickly to set up telemedicine systems.

MEDICARE

Beginning March 6, 2020, CMS expanded options for televisits with doctors, nurse practitioners, and other health care providers. Before this time, Medicare paid for telemedicine visits only in limited circumstances. CMS made these temporary, emergency changes acknowledging that "there is an urgency to expand the use of technology to help people who need routine care, and keep vulnerable beneficiaries and beneficiaries with mild symptoms in their homes while maintaining access to the care they need." CMS expanded the types of televisit services for which providers can bill, the list of clinicians that can bill for these services, and began paying for televisits at the same rate as in-person visits. 17

Analyzing changes in Medicare reimbursements for televisits and CY2018 Medicare claims, Avalere, a health care consulting firm, estimates that 96% of primary care fee-for-service payments are now eligible for reimbursements when conducted via telemedicine. Before the pandemic changes, approximately 77% of the payments were eligible for reimbursement.¹⁸

CareFirst BlueCross BlueSheild

Beginning March 16, 2020, CareFirst BlueCross BlueShield began encouraging members to use telemedicine for services, including waiving copays, coinsurance, and deductibles for members receiving services from in-network providers. ¹⁹ CareFirst also expanded the types of claims for which providers can seek payment when provided through telemedicine. These changes apply to services from primary care providers, obstetricians and gynecologists, specialists, and behavioral health providers.

For providers that are a part of CareFirst's Patient-Centered Medical Home (PCMH) program, CareFirst is accelerating payment of funds to practices that typically would not have been paid until later in 2020 or 2021.²⁰ CareFirst is also providing:

- Advance lump-sum payments;
- · Increased fee schedules; and
- Monthly cash advances for qualifying PCMH panels.

OTHER PRIVATE INSURERS

Kaiser Permanente and UnitedHealthCare have made similar changes, including expanding reimbursements for care provided through telemedicine and accelerating claim payments to providers.²¹

DISCOUNTS ON LIABILITY INSURANCE

The Medical Mutual Liability Insurance Society of Maryland provides medical liability insurance for Maryland physicians.²² Medical Mutual is providing a 25% "pandemic credit" for all medical professional liability policies between April 1 and December 31, 2020 to help reduce costs for physicians in the state.²³

FEDERAL RELIEF FUNDS FOR PHYSICIANS/PROVIDERS

The federal CARES Act established the Public Health and Social Service Emergency Fund and provided \$50 billion for the fund to distribute grants to Medicare facilities and providers impacted by COVID-19.²⁴ Providers were eligible if they billed Medicare fee-for-service in 2019. The first \$30 billion was distributed in April "to health care providers proportionately, based on the providers' share of total Medicare payments in 2019." The next \$20 billion is being distributed based on providers' 2018 revenue data. Some note that while this approach quickly provided needed funding to many physicians and practices, it completely excluded physicians who provide services through Medicaid, federal healthcare for low-income individuals.²⁵

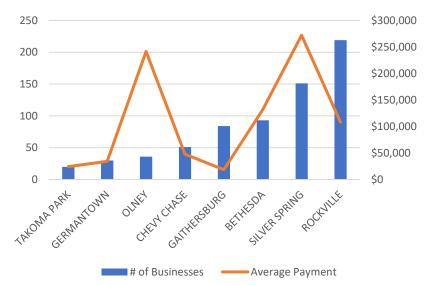
Based on program data released by the federal government, in Montgomery County, 754 providers received a total of \$106 million in grant funding through May 13, 2020. The data in the chart below show the number of providers by location in the County and the average funding received per practice – in areas where 20 or more providers received funding. The data in the chart include 91% of providers in the County who received funding and 86% of grants given to County providers.²⁶

The CARES Act also allows providers to seek funds through the federal Payroll Protection Program (PPP)²⁷ (up to \$10 million) and the Small Business Administration's Economic Injury Disaster Loan and Grant programs²⁸ (up to \$10,000). Generally, these programs are available for businesses with fewer than 500 employees. The federal government has not released data on which businesses have received funding through these programs.

OTHER RELIEF FUND SOURCES

OLO found many examples of COVID-19 relief funding private funding sources.²⁹ Only some of this funding is directed specifically to medical practices or primary care practices. OLO did not find examples of COVID-19 relief funding from state or local jurisdictions targeted to the medical community or the primary care community.

Montgomery County Grant Recipients from HHS Provider Relief Fund, by Location and Amount of Average Grant



QUESTIONS? COMMENTS?

Leslie Rubin, Senior Legislative Analyst Office of Legislative Oversight

www.montgomerycountymd.gov/olo





Special Appropriation to the Fiscal Year 2021 Operating Budget; Montgomery County Government; COVID-19 Human Services and Community Assistance Non-Departmental Account (NDA); Assistance to Community Clinics, Medical and Dental Practices SUPPORT

Dear Councilmembers,

Thank you all for your continued efforts to help the citizens of Montgomery County during this pandemic. We are grateful for your support.

We are writing today to testify in support of this bill on behalf of Potomac Physician Associates (PPA), a community-based, physician-owned practice with three locations in Montgomery County (Germantown, Chevy Chase and Bethesda). PPA provides primary care for over 40,000 patients in Montgomery County and the surrounding areas. We care for approximately 12,000 patients who reside in the COVID hot spot zip codes including 20902, 20906, 20874, 20877, 20878, 20879. This is roughly 30% of our patients.

We take great pride in caring for the community. For example, our physicians started testing for COVID-19 on March 10, before most other private and public facilities were on board with testing processes. We have tested over 1000 people for COVID-19 since that time. We have been volunteering our time and supplies to provide this for our patients. Many of our elderly and immunocompromised patients report that they want to be tested in a familiar and safe setting, and we have been able to do just that by offering testing on the same day or next day without long wait times. There is an unquestionable benefit to patients in being able to have testing and necessary follow up under the same primary care provider. We believe that by providing this service, we have been able to slow the spread of COVID by supplementing the county's testing efforts.

In addition, our physicians and extenders continue to provide essential around-the-clock comprehensive care, such as virtual visits, in person office visits, vaccinations, lab draws, telephone and portal communications. Our rate and volume of virtual visits, as well as communication via portal and telehealth services has increased dramatically. Since the start of the pandemic, we have done approximately 17,630 of virtual visits.

Our practice is solely physician owned and independent. We are not part of a larger conglomerate. The owners/shareholders of the practice froze our own wages to ensure that our staff was paid and that we could continue to deliver the care our community needs during this difficult time. In addition, we have been providing COVID testing to our patients at a financial loss.

Rajshree Thaker, M.D.President

Seth Garber, M.D. Secretary

Uma Jayaraman, M.D. Treasurer

Deborah Nealon, FACHE Executive Director

Steven Schwartz, M.D. Chief Medical Officer

Bradley Hunter, D.O. Director

Meenakshi Andrew, D.O. Director

CORPORATE

8401 Connecticut Ave Penthouse Suite Chevy Chase, MD 20815

P| 301.942.2212 F| 301.942.1149

BETHESDA

10215 Fernwood Road Suite 100 Bethesda, MD 20817

P| 301.493.4440 F| 301.493.9778

GERMANTOWN

19735 Germantown Road Suite 100 Germantown, MD 20874

P| 301.528.9272 F| 301.917.6501

Family Medicine Internal Medicine We recognize and appreciate the steps that the government has taken to assist us in continuing to offer care to our patients, such as ability to perform virtual visits, assistance through Medicare programs, and other funding mechanisms. While this has helped our patients, these programs are not a sufficient stopgap to the losses that we are bearing, and we know that our practice is not alone.

If the governments fail to recognize and support the entire spectrum of primary care at this perilous time, countless practices like PPA will collapse, forcing thousands if not millions of people to get their primary care from the emergency rooms. This in turn will cause an overload on the hospital systems and likely lead to many sick people who are not receiving any care. Primary care practices need a separate and dedicated lifeline during these extraordinary times to ensure that we can keep our doors open and continue to provide care. It is for this reason that we support this special appropriation and thank the Council for its tireless work.

PPA wants to be able to continue to provide the full spectrum, high quality comprehensive care that we have been for all these years. We sincerely appreciate your advocacy and, and as a small business on the front lines of battling COVID, humbly request your support for this special appropriation.

Sincerely,

Rajshree Thaker, MD President, Potomac Physician Associates

Deborah Nealon, FACHE, CHFP, CMPE Executive Director, Potomac Physician Associates

Uma Jayaraman, MD, FAAFP Treasurer, Potomac Physician Associates

Rebecca Gross, MD Shareholder Partner, Potomac Physician Associates

ENDNOTES

- ¹ https://www.aafp.org/about/policies/all/primary-care.html, https://www.healthypeople.gov/2020/topics-objectives/topic/social-determinants-health/interventions-resources/access-to-primary
- ² "County Health Rankings and Roadmaps," Robert Wood Johnson Foundation and the University of Wisconsin Population Health Institute (2020). https://www.countyhealthrankings.org/app/maryland/2020/overview
- ³ U.S. Census Bureau
- ⁴ https://www.washingtonpost.com/health/small-doctor-practices-struggle-to-survive-amid-coronavirus-pandemic/2020/05/14/328984e6-9390-11ea-91d7-cf4423d47683 story.html
- ⁵ https://www.cdc.gov/coronavirus/2019-ncov/prevent-getting-sick/prevention.html
- ⁶ https://www.cdc.gov/coronavirus/2019-ncov/hcp/framework-non-COVID-care.html
- ⁷ https://www.commonwealthfund.org/publications/2020/apr/impact-covid-19-outpatient-visits
- 8 https://revcycleintelligence.com/features/how-covid-19-imperiled-physician-practices-and-how-to-save-them
- 9 https://www.medicaleconomics.com/news/physician-practices-reeling-covid-19-financial-losses
- ¹⁰ https://www.washingtonpost.com/health/how-risky-is-it-right-now-to-get-non-coronavirus-medical-care/2020/05/08/ac80c644-8a1f-11ea-ac8a-fe9b8088e101_story.html
- ¹¹ https://www.medicaleconomics.com/news/physician-practices-reeling-covid-19-financial-losses
- 12 https://www.kff.org/coronavirus-covid-19/press-release/poll-as-states-start-to-ease-coronavirus-restrictions-few-americans-expect-to-stay-in-hotels-or-fly-this-summer-though-most-plan-to-visit-a-doctor-get-a-hair-cut-and-dine-out/, https://www.kff.org/coronavirus-covid-19/report/kff-health-tracking-poll-may-2020/?utm_campaign=KFF-2020-polling-surveys&utm_medium=email&_hsmi=2&_hsenc=p2ANqtz-8zsZyE3Haf57W62aUolmlaGMZSp0lr9nRJG-wujcLFDrSfuSfqBoHg6fmPkCeitu7WzFCSAEEsMGQaiV2z3eLXias-HQ&utm_content=2&utm_source=hs_email
- 13 https://www.medchi.org/Portals/18/Files/Resources/Telehealth%20FAQs.03262020.pdf?ver=2020-03-27-074345-493
- ¹⁴ https://revcycleintelligence.com/features/how-covid-19-imperiled-physician-practices-and-how-to-save-them
- ¹⁵ https://mhealthintelligence.com/news/ama-survey-finds-medical-practices-are-slow-to-embrace-telehealth
- 16 https://www.cms.gov/newsroom/fact-sheets/medicare-telemedicine-health-care-provider-fact-sheet, https://www.providers.kaiserpermanente.org/info assets/cpp mas/mas Medicare Telehealth Frequently Asked Questions March 17 2020.pdf
- ¹⁷ https://revcycleintelligence.com/features/how-covid-19-imperiled-physician-practices-and-how-to-save-them, https://avalere.com/insights/provider-impact-of-covid-19-telehealth-policies-by-specialty
- ¹⁸ https://avalere.com/insights/provider-impact-of-covid-19-telehealth-policies-by-specialty
- ¹⁹ https://individual.carefirst.com/individuals-families/about-us/coronavirus-telemedicine.page, https://individual.carefirst.com/carefirst-resources/pdf/carefirst-telemedicine-code-modifier.pdf
- ²⁰ https://individual.carefirst.com/individuals-families/news/2020/04/carefirst-bluecross-blueshield-to-offer-170m-in-p/
- ²¹ https://www.providers.kaiserpermanente.org/info_assets/cpp_mas/mas_2020_Claims_FAQs.pdf, https://www.uhcprovider.com/en/resource-library/news/Novel-Coronavirus-COVID-19/covid19-telehealth-services.html, see also https://www.healthaffairs.org/do/10.1377/hblog20200421.921521/full/
- ²² Medical Mutual was created by the Maryland General Assembly in 1975 as a mutual insurance company. It is owned by the physicians in the State of Maryland. https://www.mmlis.com/content/about-us; https://www.mmlis.com/data/general/MM%20Annual%20Report%20READER%20PDF.pdf

ENDNOTES

- ²³ https://www.cms.gov/newsroom/fact-sheets/medicare-telemedicine-health-care-provider-fact-sheet https://www.medchi.org/Portals/18/Files/Resources/Malouf%20MM%20Letter%20JP%20CM%20JF%20v4%20(3).pdf?ver=2020-04-08-164310-890
- ²⁴ CARES Act Provider Relief Fund Information, U.S. Department of Health and Human Services. https://www.hhs.gov/coronavirus/cares-act-provider-relief-fund/index.html, see also for additional information: https://www.mossadams.com/articles/2020/03/current-health-care-funding-sources-covid-19
- ²⁵ https://gop-waysandmeans.house.gov/latest-updates-on-the-cares-act-public-health-and-social-service-emergency-fund/, https://www.npr.org/sections/health-shots/2020/05/18/856888156/medicaid-clinics-and-doctors-have-been-last-in-line-for-covid-19-relief-funding
- ²⁶ https://data.cdc.gov/Administrative/HHS-Provider-Relief-Fund/kh8y-3es6/data. Distribution of funds as of May 13, 2020. These distributions include the \$50 billion general distribution plus an additional \$22 billion in targeted funds.
- ²⁷ https://www.sba.gov/funding-programs/loans/coronavirus-relief-options/paycheck-protection-program
- ²⁸ https://www.sba.gov/funding-programs/loans/coronavirus-relief-options/economic-injury-disaster-loan-emergency-advance
- https://nyshealthfoundation.org/grantee/covid-19-response-and-relief-efforts/, https://nyshealthfoundation.org/grantee/primary-care-development-corporation-4/, https://candid.org/explore-issues/coronavirus/funds

The Honorable Sidney Katz
President
Montgomery County Council
Stella B. Werner Council Office Building
100 Maryland Avenue

Re: Special Appropriation to Support Primary Health Care and Dental Providers

Dear Council President Katz and Councilmembers:

The Montgomery Cares Advisory Board, Health Centers Leadership Council, and Primary Care Coalition are pleased to write this letter of support and appreciation for the \$3 million special appropriation introduced to support primary health care and dental providers as we continue to respond to the COVID-19 pandemic.

Never before has the importance of a strong, vibrant health care sector been more apparent. Primary care is the backbone of our health system providing essential access to community-based treatment and disease management for residents and helping to reduce avoidable use of hospital emergency departments at a time when hospitals need to focus their resources on COVID-19 response.

While many health care providers continue to serve patients, some have had to suspend operations as visit rates dropped during the early months of the outbreak. Care delayed threatens the business operations of health care providers depleting the availability of primary care services in our community. But, delayed care does not mean the care is not needed. There will be increased demand for health services as restrictions on movement continue to ease and patients seek care that had been postponed under guidelines to put off in-person treatment that is not urgent or emergent. We also anticipate an increase in the number of uninsured community members and residents who will lose their employer-based coverage and will not have resources to purchase insurance increasing the need for safety-net health services.

The organizations participating in Montgomery Cares and Care for Kids remain ready to continue to serve community needs and welcome the support of this special appropriation which specifically tags \$500,000 to support safety-net organizations. This appropriation recognizes the important role safety-net clinic organizations play in our community and the need to ensure sustainable service across the continuum of care. In particular, this appropriation can help to address critical needs associated with clinic sustainability and telehealth capacity.

Clinic sustainability. At the start of the outbreak, DHHS approved an alternative payment mechanism providing lump sum payments to clinics each month based on the average of the highest three months of encounters in the prior fiscal year. This approach ensured clinics have a predictable source of revenue so that they can continue business operations and remain open and ready to serve patients; however, this approach is slated to end at the end of September. With this appropriation there should be sufficient funds to extend this model for as long as is needed in FY21 to ensure the stability of clinic business operations under the current conditions, thereby ensuring the sustainability of the Montgomery Cares system and preserving access to community-based primary care (both inperson and by telehealth).

Sustaining telehealth capacity. This appropriation also specifically recognizes the importance of telehealth as a vital means to extend access to care for patients who are unable to go to their health care provider and who can effectively be treated through telehealth visits. Montgomery Cares participating worked quickly and collaboratively during this crisis to address emerging needs including partnering with the Primary Care Coalition to identify the types of equipment needed to support telehealth at scale including securing and distributing thermometers, home pulse oximeters, heart monitors, and scales and developing procedures for managing the inventory of equipment. Clinics participated in telehealth technical assistance trainings to ensure effective deployment of telehealth and clinics and

the PCC continue to work on process improvement activities to establish effective and sustainable telehealth practices that can serve patients now and in the future.

In addition, we continue to see additional factors that are stressing safety-net health services in the county.

Providing funding for specialty care referrals. Upon reopening their practices, many physician specialists that provide pro-bono services for the Project Access specialty care program have had to prioritize care for paying patients due to the financial pressure on their practices. While understandable, this limits availability of specialty care for Montgomery Cares patients introducing additional pressure to a service area that was already facing the loss of funding due to a discontinued grant.

Expanding access to behavioral health care. Access to behavioral health services is critically important at this time. Through the Montgomery Cares Behavioral Health program patients can receive counseling from a licensed counselor who is able to consult with a psychiatrist when needed. Clinics report rising referral for behavioral health visits and yet the availability of psychiatric consultation has been limited.

Supporting Care for Kids. While not explicitly named in the appropriation we hope DHHS will be able to use some funds from this appropriation to support Care for Kids which expanded rapidly over the last three years. In FY20, Care for Kids processed more than twice as many enrollments than in FY18 (8,400¹ enrollments processed in FY20 vs. 4,056 in FY18). The rapid increase in program enrollment put pressure on the service network and program case management staff. Prior to the COVID-19 outbreak, School Based Health Centers were at or nearing capacity for CFK slots. During the pandemic, while School Based Health Centers are closed, the 1,400 CFK children who were assigned to school based health as their medical home are being served by paid providers in the CFK network rather than leveraging school health services.

At the same time that this appropriation is being presented, we are aware that a revised spending plan has been developed in the executive branch and that additional revisions may be presented in the future. While we fully appreciate the fiscal pressures we also are concerned that any needed austerity measures should not weaken the health care safety-net which is a vital component of our community's response to COVID-19. We are grateful to the Executive and DHHS staff for making efforts to reduce service impacts for vulnerable populations. We hope that in addition to approving this appropriation, you will ensure that the healthcare for the uninsured programs are not affected by the anticipated proposed savings as that would neutralize the positive benefits of this appropriation.

Providing access to high quality, affordable health care for all residents regardless of their ability to pay, country of origin or documentation status has been a community value in Montgomery County and the Council has long supported that priority. We appreciate your support and continue to be prepared to work with you as we weather this storm.

Sincerely,

Wayne Swann

Chair, Montgomery Cares Advisory Board

WayneL Swann

Agnes Saenz

Chair, Health Centers Leadership

Council

Dick Bohrer

Chair, External Affairs Committee

Richard C. Bohan

Primary Care Coalition

CC:

Tara Clemons, Contract Monitor, Health Care for the Uninsured, Department of Health and Human Services Linda McMillan, Senior Legislative Analyst, Montgomery County Council

¹ This is an undercount because June 2020 data has not yet been reported. 8400 enrollments were processed between July 1, 2019 and May 31, 2020.