September 23, 2013

Dear Representatives Burgess and Christensen and Senators Cardin, Crapo and King:

The undersigned organizations, representing healthcare groups, associations, patients, and employers, would like to express our support for the Preventive Health Savings Act (H.R. 2663/S. 1422).

We share the conviction that the way in which the Congressional Budget Office (CBO) currently "scores" legislation severely constrains the ability of policymakers to accurately assess legislation that would prevent chronic disease. We agree wholeheartedly on the need for a continued focus on wellness and disease prevention in Congress and in the private sector if healthcare costs are to be contained. We believe this legislation represents a significant step toward this goal.

More than 133 million Americans live with a chronic condition such as diabetes, heart disease, or asthma.

- That number is expected to climb to 171 million by 2030 as the American population ages.
- Much of the illness, suffering, and early death related to chronic diseases is caused by modifiable health risk behaviors such as lack of physical activity, poor nutrition, and tobacco use.

Preventing or delaying the onset of new cases and mitigating the progression of chronic disease will improve the health of Americans while lowering healthcare costs and overall spending but the current scoring process does not give Congress a complete picture of efforts to combat chronic disease.

- Research has demonstrated that certain expenditures for preventive medicine generate savings when considered in the long term, but those cost savings may not be apparent when assessing only the first ten years—those in the "scoring" window.
- Long-term benefits from current preventive health expenditures may not be fully reflected, if at all, in cost estimates from CBO.
- Lawmakers need sound information, and today's methods and procedures may not work as well as needed in analyzing certain efforts to prevent costly complications of chronic diseases.
- CBO has already begun to examine prevention in new ways. In 2012, CBO published long-term estimates of the effect of a hypothetical tobacco tax on the federal budget. CBO also published a study which found greater prescription drug access and adherence can reduce healthcare costs in other areas.

The Preventive Health Savings Act will permit leaders in Congress to request that CBO estimate the long-term health savings that are possible from preventive health initiatives.

- This legislation provides that the Chairman or Ranking member of either budget or health-related committees can request an analysis of the two 10-year periods beyond the existing 10-year window.
- The bill requires CBO to conduct an initial analysis to determine whether the provision would result in substantial savings outside the normal scoring window.
 - CBO must include a description of those future-year savings in its budget projections, but would retain the option of creating a formal projection that includes some or all of the budgetary outyears.
- The bill defines preventive health as an action designed to avoid future healthcare costs that is demonstrated by credible and publicly available epidemiological projection models, incorporating clinical trials or observational studies in humans.
- This narrow, responsible approach discourages abuse while encouraging a sensible review of health policies and programs Congress believes will further public health.

As the chronic disease epidemic continues to worsen, so does the need for legislation that will properly allow Congress to see the full savings of enacting prevention-focused measures. We applied your efforts in sponsoring this important legislation and look forward to joining with you in transforming our nation to one that prioritizes efforts to achieve wellness and well-being.

Sincerely,

Academy of Nutrition and Dietetics

Aetna

Alliance for Aging Research

Allscripts

Alzheimer's Association

America's Essential Hospitals

American Association of Cardiovascular and Pulmonary Rehabilitation (AACVPR)

American Association of Diabetes Educators

American Clinical Laboratory Association

American College of Occupational and Environmental Medicine

American College of Preventive Medicine

American College of Radiology

American Diabetes Association

American Osteopathic Association

American Podiatric Medical Association

America's Health Insurance Plans (AHIP)

AmerisourceBergen Corporation

Ascension Health

BioReference Laboratories

BlueCross BlueShield of Tennessee

Campaign to End Obesity Action Fund

Care Continuum Alliance

C-Change

Council for Affordable Health Coverage

Dialysis Patient Citizens

Eli Lilly and Company

Health Dialog

Healthcare Leadership Council

Healthways

IHRSA: International Health, Racquet & Sportsclub Association

Ikaria, Inc.

Johnson & Johnson

Life Technologies

Marshfield Clinic

Medtronic

MemorialCare Health System

Mental Health America

Merck

Myriad Genetic Laboratories

National Alliance on Mental Illness

National Business Coalition on Health

National Retail Federation

Novo Nordisk

Partnership to Fight Chronic Disease

Premier healthcare alliance

Prevent Cancer Foundation

Resources

Sanofi

SCAN

Takeda Pharmaceuticals

Texas Health Health Plan

The Endocrine Society

VHA, Inc.

Weight Watchers

Wichita Medical Research and Education Foundation

YMCA of the USA