



2023 Medicare Physician Payment Cuts

- Short Term Strategy Avoid 2023 Cuts
- Congress must again act to stop 4% PAYGO and 4.42% PFS cuts by the end of the year
 Sequestration 2% cut reinstated April and July 1, 2022
- Long Term Strategy Payment Reform
 - AAO joined AMA-led workgroup to develop principles of Medicare payment reform
 - (published Jun 1, 2022)
 - Workgroup meeting regularly on specific policy solutions (e.g., budget neutrality, inflationary updates)

Protecting Sight. Emp

ting Sight. Er

AMERICAN ACADEMY OF OPHTHALMOLOGY*



- · Academy maintaining leadership role
- Relaunched end of June
- 14 surgical groups plus Anesthesiology
- · Press announcement on 2023 Medicare fee schedule cuts
- · "Week of Action" planned for end of July & September

AMERICAN ACADEN OF OPHTHALMOLOG

Global Surgical Payment PO Equity – 4.2% Boost

- AAO leading the Surgical Coalition workgroup
 - Hosted meeting with CMS political appointee
 - $_{\odot}$ $\,$ Senate Finance staff who agreed to reach out to CMS $\,$
 - Initiating a House sign-on letter to CMS—
- Secured Reps. Ami Bera, MD (D-CA) and Larry Bucshon, MD (R-IN) to champion the letter
 2023 Medicare Physician Fee Schedule Proposed Rule (likely will) not update global surgical payments; however, we will press to have it addressed in the Final Rule.



Protecting Sight. Empowering Lives

Prior Authorization

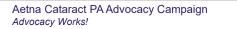


Protecting Sight. Emp

Protecting Sight. Em

- · Improving Seniors' Timely Access to Care Act of 2021 Over 306 House co-sponsors, making H.R. 3173 eligible for streamlined consideration on the House floor
- o Tentative commitment for Committee markup in July
- S. 3018 has strong bipartisan support with one-third of senators cosponsoring
- 38 new House/Senate co-sponsors since Congressional Advocacy Day Meeting with CMS on May 24 about proliferation of abusive PA policies in Medicare
 - Advantage
 - o Included Aetna cataract PA policy as an example
- E&C Oversight Committee hearing on OIG, GAO recommendations to CMS on guidance for MA plans

AMERICAN ACADEMY OF OPHTHALMOLOGY*



The Goal

Apply public pressure on Aetna to change their prior authorization policy for cataract surgery. Launch July 1, 2021

The Plan

Identified, developed, and activated internal and external media assets to securing targeted media placements about the dangers of Aetna's new prior authorization policy.

The Result

Aetna withdraws cataract PA (for all products except GA/FL MA plans) requirement July 1, 2022

AMERICAN ACADEMY OF OPHTHALMOLOGY



- · Thanks to hundreds of Academy members who provided examples of their experiences and patient disruption
- · Thanks to ASCRS who joined us in PR campaign, 3 meetings with Aetna leadership and meeting with CMS

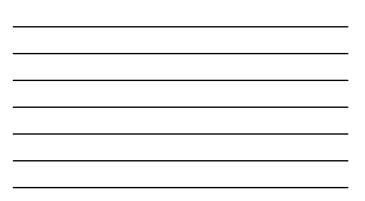


ting Sight. Emp Protec



Partnering wit	n Patient Advocacy Groups
Terry Wilcox, Executive Director	A were a worked with the second secon
	Example 1 Control of the section of the se





Step Therapy

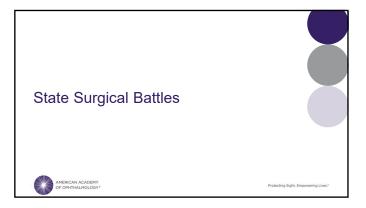
- Academy leading coalition of 79 patient and provider groups
- Hosted meeting with CMS on May 18 to share stories of patient harm caused by step therapy
- Follow-up coalition letter calling for reinstatement of the ban sent to CMS on June 1
- Working to secure Congressional champions to lead letter to CMS to reinstate ban in Medicare Advantage

Protecting Sight. Empor

- Safe Step Act (H.R. 2163/S. 464)
- $_{\odot}$ $\,$ Would enact guardrails/patient protections for ERISA plans
- 9 new cosponsors since Congressional Advocacy Day
 Action <u>not</u> expected this year

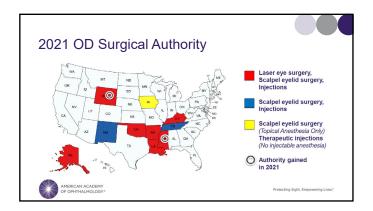


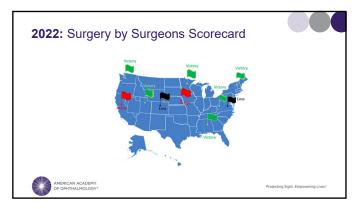
AMERICAN ACADEMY OF OPHTHALMOLOGY*



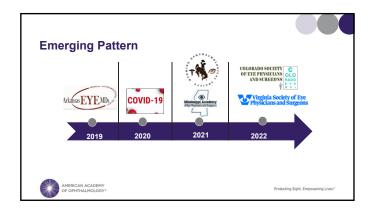


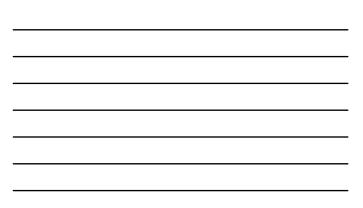












VA Federal Supremacy Project

- The VA is evaluating "national standards of practice" for all providers
- The scope of practice allowed will apply in every state, regardless of state regulations
- · State scope of practice laws may influence the VA's decision
- Training: 1200 ophthalmology residents rotate through the VA every year

Protecting Sight. Empowering Lives.

AMERICAN ACADEMY OF OPHTHALMOLOGY*

US Peer-Reviewed Medical Literature

Access	Comparing Access to Laser Capsulotomy Performed by Optometrists and	
	Ophthalmologists in Oklahoma by Calculated Driving Distance and Time	
	Michael A. Mahr, MD, Jay C. Erie, MD	
	Purpose: To quantify Medicare beneficiary proximity to his or her yttrium-aluminum-garnet (YAG) laser copsulotomy-providing ophthalmologist and optometrist in Oklahoma by calculating driving distances and times.	
	Toget: Cose-sectored control way using 2014 Classoma Medicare 100% and 9% edias sets and Google design and the magnitude comparing inferiors. Market and the sectored on the sectored one provide the sectored and the comparison of the sectored one provide the sectored and the medicare sectored and the sectored and the sectored and the comparison of the sectored and	
	Mass distance and them it the application programming interfaces. Main Access Marsenses, Benefolds of provide distance and them to this or her YAG laser capacitotings and the application of the Application of the application of the application of the application of the application of the laser capacitory from an origination of the application of the	
	minutes; P = 0.76). Conclusions: For Medicare beneficiaries, there was no difference in geographic access to YAG laser capsulotomy whether performed by an Oklahoma cohthalmologist or optometrist as determined by calculated	

Outcomes

AMERICAN ACADEMY OF OPHTHALMOLOGY*

JAMA ophthalmology | Original Investigation Comparison of Outcomes of Laser Trabeculoplasty Performed by Optometrists vs Ophthalmologists in Oklahoma

REXITS Actual of 1984 eyes of 1991 eight patients underwert 11° from January 1,2008, through December 31,2001. There were tell To get that received 11° (2018) big yes depth handing at a carbon of the second sec

isting for potential confounders.

phthalmologists with those initially treated by optometrists. Health policy make autious about approving laser privileges for optometrists practicing in other stat

Commentary

Public Health Policy Lessons From Oklahoma

- 360-degree LTP became standard after 1987 after approval of apraclonidine and clinical trials showed efficacy and safety
- Concerning that more than twice as many LTPs performed by optometry in terms of costs to the healthcare system, to patients, and families
- Further study indicated and granting privileges to ODs to perform LTP should await outcome of additional studies

AMERICAN ACADEMY OF OPHTHALMOLOGY*

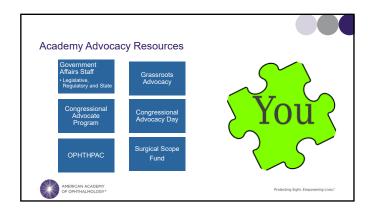


- Training of ODs recommended treating 180 degrees first, second half of angle if needed
 Goal was to reduce risk of post laser IOP elevation
- Second treatment consistent with prevailing guidance

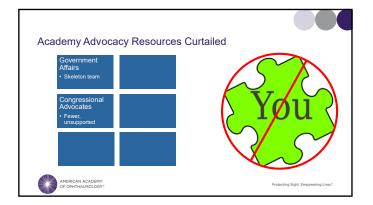
Protecting Sight. Emp

· Additional studies recommended









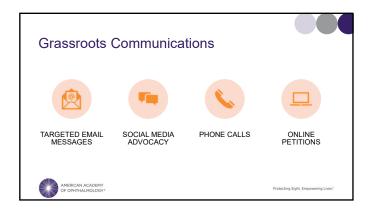


Grassroots Advocacy

- Influences government action
- · Tells lawmakers what's important to their constituents
- Builds support for new legislation
- Allows constituents to share their own personal stories amplifying our message
- Provides busy ophthalmologists an easy way to support the Academy and their profession
- · Engages patients in support our advocacy priorities

AMERICAN ACADEMY OF OPHTHALMOLOGY*

Protecting Sight. Empowering Lives.



How Grassroots Advocacy Makes a Difference

· Problem:

Steep Medicare cuts in 2021 and 2022 unless Congress acted

· Grassroots Engagement:

- Grassroots Engagement: o 2,800+ ophthalmologists sent 8,700+ emails to Capitol Hill in 2020 o 2,300+ ophthalmologists sent 5,400+ emails to Capitol Hill in 2021 Amplified messages from other specialties/providers

- · Result:
- Congress acted!

AMERICAN ACADEMY OF OPHTHALMOLOGY*

Dear sep memiative: As your constraints, introduced and an ophthalm obg ist who cames deep λ about my patients, Junge you to take action to stop damit for 4 dame payment curus scheduled to take effect h January 2022. You can protect patients and physician practices by cosponsoring H R. 6020, the Supporting M ed isams Providem Act.

DearRepresentative:

supporting M editars FirvHerm Act. H R. 6020 would extend the M editars physician pays ent adjuste ent of 3.75 that Congress enacted for 2021 for an add khonalyear. The 's muning out for you and yourcolleguient stop the 94 pays ent cut schedlukd for 2022. Plasse cosponsor H R. 6020 today and tellyour backenship that Congress m ust act before the end of the year. Thank you for your consideration. Please do not heshate to contact m e if you have any questions.

Sincerely,

Protecting Sight. Empowe

Congressional Advocate Program

- National network of "key ophthalmology contacts" for members of Congress
- Seeks to match an ophthalmologist with every member of Congress
- Congressional Advocates:
- Develop relationships with lawmakers/staff
 Engage lawmakers on Academy's advocacy priorities
- Deliver OPHTHPAC contributions when requested





ing Sight. Em

Attend Congressional Advocacy Day



Over 350 ophthalmologists attended this year's Congressional Advocacy Day in Washington DC with meetings with members of Congress and their healthcare staff.

Protecting Sight. Empowering Lives.*

Advocacy Support: Surgical Scope Fund

 The AAO Surgical Scope fund provides support to state ophthalmological and medical societies to ensure patient safety and surgical standards.

- Provide your support at: <u>https://www.aao.org/advocacy/surgical-scope-fund/overview</u>
- OR Text SCOPE to 51555
- · Get to know your state legislators now.

AMERICAN ACADE

Advocacy Support: OPHTHPAC

Help elect friends of ophthalmology to Congress through the Academy's political action committee.

Every ophthalmologist should support OPHTHPAC

-Medicare Fee Cuts -Equity in Global Surgical Payments for PO Visits

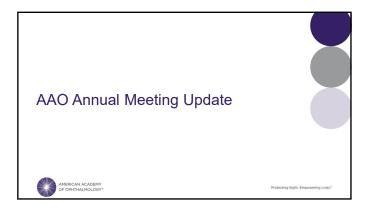
-Prior Authorization and Step Therapy -Federal Supremacy Project

· Join OPHTHPAC at www.aao.org/advocacy-overview

AMERICAN ACADEMY OF OPHTHALMOLOGY

Protecting Sight. Empowering Lives

ting Sight. Em

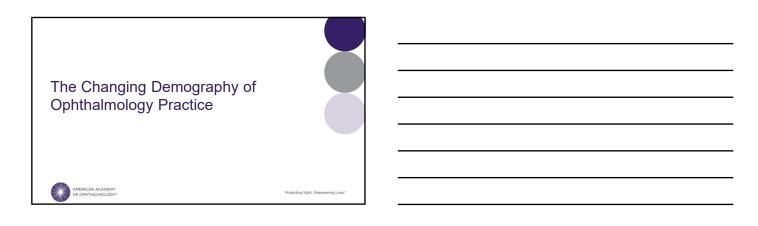


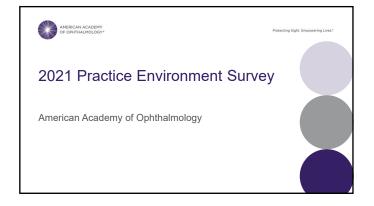












Survey Overview

- Who: 9,000 randomly selected members representative of the Academy's 18,500 U.S. practicing ophthalmologist membership
- What: 14-question survey developed and administered by an independent research firm in September October 2021
- Why: To evaluate the general health of the profession and assess current practice environment statistics
- Outcome: 10% response rate with a confidence level of 95% +/- 3.03%

```
AMERICAN ACADEMY
OF OPHTHALMOLOGY
```

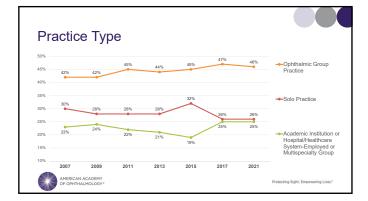
ting Sight. Empowering Live

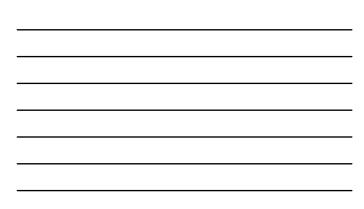
ing Sight. Er

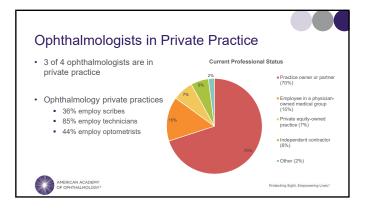
Consolidation

- Ophthalmology practices are growing in size
- Driven by financial issues, access to management expertise
- Growth of private equity, academic programs, employment by health systems
- · Decline in solo practice

AMERICAN ACADEMY OF OPHTHALMOLOGY

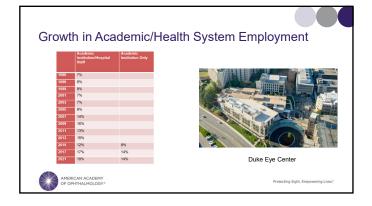












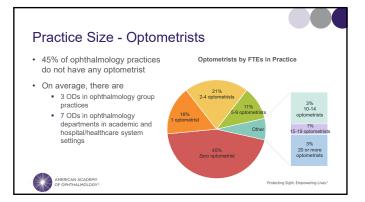
Subspecialization

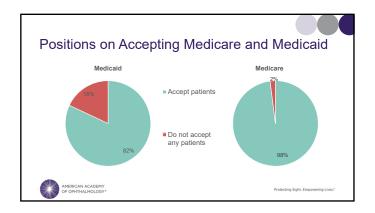
• In 2001, 51% of ophthalmologists described their practice as comprehensive

- Today, 43% label themselves that way
- About 2/3 of residents pursue subspecialty training
- · Many factors underlie subspecialization
- Though still great need for comprehensive providers and (outside of retinal/vitreous injections) cataract surgery is the most common surgical procedure

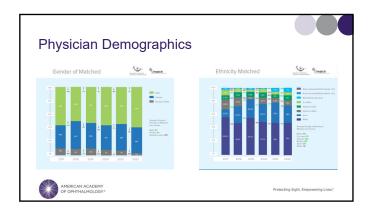
ing Sight. E

AMERICAN ACADEM

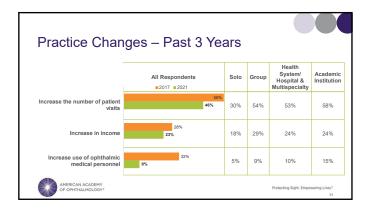


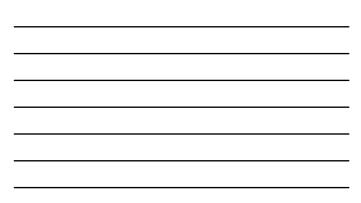






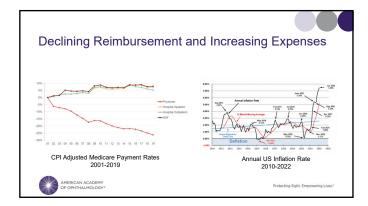






Practice Changes – Past 3 Years						
	All Respondents 2017 2021	Solo	Group	Health System/ Hospital & Multispecialty	Academic Institution	
Decline in net income	41% 30%	50%	29%	14%	21%	
Decline in number of patient visits	16% 16%	31%	14%	10%	6%	
Sold practice to private equity firm	1% 6%	1%	11%	9%	N/A	
Consolidate practice with other ophthalmologist(s)	9%	0%	8%	N/A	N/A	
Sold practice to physician or physician group	1% 1%	1%	2%	N/A	N/A	
AMERICAN ACADEMY OF OPHTHALMOLOGY*				Protecting Sight. Emp	owering Lives.* 52	

Threats to the Profession By Practice Type						
	All Respondents	Solo	Group	Health System/ Hospital & Multispecialty	Academic Institution	
Changes in physician payment	71%	76%	71%	66%	72%	
Increasing practice overhead	48%	58%	53%	32%	31%	
Regulatory environment	40%	46%	38%	33%	39%	
Expanding optometric scope	36%	35%	36%	40%	32%	
Physician burnout	32%	23%	27%	51%	50%	
Acquisition by PE or hospital/healthcare systems	27%	16%	31%	22%	30%	
Reform of healthcare delivery	19%	18%	19%	23%	18%	





Anticipated Practice Changes – Next 3 Years						
	All Respondents	Solo	Group	Health System/ Hospital & Multispecialty	Academic Institution	
Reduce hours/work part-time	17%	19%	15%	20%	19%	
Retire	11%	20%	9%	4%	7%	
Merge with another ophthalmologist or group	5%	8%	5%	3%	N/A	
Sell practice to another ophthalmologist or group	5%	14%	3%	N/A	N/A	
Sell practice to a private equity firm and become an employee	4%	9%	4%	2%	N/A	
Sell practice to a hospital or healthcare system	2%	5%	1%	3%	N/A	
Leave a practice to start my own	3%	N/A	2%	9%	3%	
AMERICAN ACADEMY OF OPHTHALMOLOGY* Protecting Sight. Empowering Lives.* 55						

COVID-Related Stress and Work Intentions: Medicine's Great Resignation?

- · 1 in 5 doctors plan exit in 2 years
- · 1 in 3 doctors intend to reduce work hours in next 12 months
- Study found burnout, workload, fear of infection, anxiety related to COVID-19, and
 number of years in practice associated with intent to reduce work hours or leave
- "Medical assistants experienced some of the highest degrees of COVID-related stress, and healthcare organizations nationwide are having a tough time filling medical assistant positions, leaving clinics shorthanded and adding to the work and stress of the rest of the care team, including physicians."

-Source: Sinsky, CA et al. COVID-related stress and work intentions in a sample of US healthcare workers. Mayo Clinic Proceedings: Innovation, Quality, and Outcomes; December 8, 2021



My prediction

- We will be faced with new challenges.
- · Ophthalmologists are resilient.
- We have a great mission: "Protecting sight. Empowering Lives."
- There will continue to be a great demand for our services and satisfaction in providing them.
- We'll be fine. . . if we advocate for our profession and our patients and prepare ourselves for the future.



Protecting Sight. Empowering Live:

Protecting Sight. Emp



AMERICAN ACADEMY OF OPHTHALMOLOGY® Protecting Sight. Empowering Lives.