Congress of the United States

Washington, DC 20510

July 1, 2020

The Honorable Alex Azar Secretary U.S. Department of Health and Human Services 200 Independence Avenue, SW Washington, D.C. 20201

The Honorable Eric D. Hargan Deputy Secretary U.S. Department of Health and Human Services 200 Independence Avenue, SW Washington, D.C. 20201

Dear Secretary Azar and Deputy Secretary Hargan:

We write to you to thank you for your efforts to distribute funding from the Provider Relief Fund to healthcare providers affected by COVID-19. However, we remain concerned about the economic impact of the pandemic on rural hospitals. Without further intervention, COVID-19 could close hundreds of rural hospitals across the country, which means tens of thousands of rural patients could lose access to their nearest emergency room. The loss of revenue over the last few months, due to the inability to provide non-emergency care, has destabilized core health services in rural America. Prior to the pandemic, nearly half of all rural hospitals were operating at a loss and rural closure rates were escalating dramatically. Today, these already financially fragile hospitals face catastrophic cash shortages. Many have furloughed staff, instituted massive cuts, or are shuttering their doors.

As states have begun to reopen and rates of COVID-19 infections have eased in urban centers like New York, new hot spots are appearing in rural communities across the nation. Much of the growth in new coronavirus cases is appearing in "counties with fewer than 60,000 people"^[1]. While we applaud the allocation of \$10 billion specifically for rural providers, more relief is needed as the virus spreads in rural America.

We share significant concerns that sufficient amounts of the remaining Provider Relief Fund money may not be distributed to rural providers who are in grave need of help. We, therefore, ask that future allocations from this fund seek to meet the following metrics:

^[1] "14 states and Puerto Rico hit highest seven day average of new coronavirus infections." The Washington Post. <u>https://www.washingtonpost.com/health/2020/06/08/14-states-puerto-rico-hit-their-highest-seven-day-average-new-covid-19-infections-since-june/</u>

- A 20 percent Rural Benchmark in the Provider Relief Fund
- Priority should be granted to facilities that have been significantly affected by COVID-19 preparation
- Priority should be granted for facilities that provide care for a disproportionally high percentage of Medicare and Medicaid patients
- Priority should be granted for facilities that provide care for populations with above average senior populations or co-morbidities that are particularly vulnerable to complications from COVID-19 and for populations in areas:
 - With limited access to health infrastructure;
 - With high uninsured patients.

Rural healthcare was already in crisis prior to the COVID-19 pandemic, and the situation is only getting worse. Last year rural hospitals closures hit a record high, and 2020 is on pace to be even higher. So far this year twelve rural hospitals have closed, with hundreds more on the brink. Given both the cancellation of elective procedures because of the pandemic and the recent spread of COVID-19 in rural America, rural providers have a desperate and immediate need for more funding.

Therefore, we request you make this funding available quickly to provide relief to struggling rural health care providers. We would also like to request a briefing both on how each allocation so far has benefitted rural providers, as well as on your plans for distributing the remaining funds.

Thank you for your attention to ensuring the health and well-being of patients in rural America. We welcome to opportunity to discuss your efforts addressing our concerns.

Sincerely,

Joe Manchin III United States Senator

Xochitl Torres Small Member of Congress Cindy Hyde-Smith United States Senator

Jim Hagedorn Member of Congress Dan Sullivan United States Senator

Angus S. King, Jr. United States Senator

John Boozman United States Senator

Roger F. Wicker United States Senator

Martha McSally United States Senator

Michael F. Bennet United States Senator Kyrsten Sinema United States Senator

Jon Tester United States Senator

Doug Jones United States Senator

John Hoeven United States Senator

Josh Hawley United States Senator

Cory Gardner United States Senator Sanford D. Bishop, Jr. Member of Congress

Steve King Member of Congress

Terri A. Sewell Member of Congress

Peter A. DeFazio Member of Congress

Fred Keller Member of Congress

Dan Newhouse Member of Congress

Collin C. Peterson Member of Congress

Bob Gibbs Member of Congress

Abby Finkenauer Member of Congress

Cheri Bustos Member of Congress

Jack Bergman Member of Congress Tom O'Halleran Member of Congress

Robert B. Aderholt Member of Congress

Troy Balderson Member of Congress

Cindy Axne Member of Congress

Bruce Westerman Member of Congress

Glenn Grothman Member of Congress

Juan Vargas Member of Congress

Austin Scott Member of Congress

Josh Harder Member of Congress

Hal Rogers Member of Congress

Michael Guest Member of Congress Rick Crawford Member of Congress

Alex Mooney Member of Congress

Trent Kelly Member of Congress

Angie Craig Member of Congress

Elise M. Stefanik Member of Congress Lisa Blunt Rochester Member of Congress

Jeff Fortenberry Member of Congress

Ron Kind Member of Congress

Steve Stivers Member of Congress