November 27, 2017

The Honorable Mitch McConnell
Leader, U.S. Senate
Washington, DC 20510

The Honorable Charles Schumer
Minority Leader, U.S. Senate
Washington, DC 20510

Dear Leader McConnell and Minority Leader Schumer:

The undersigned organizations are writing to express our strong opposition to the Senate’s Tax Cuts and Jobs Act and our deep concerns about its effects on the health care of older adults, people with disabilities and their families. Our organizations share a commitment to promoting access to affordable, high-quality health care and long-term services and supports for older adults, people with disabilities, and their families, and this tax package will endanger that goal.

Both the plan the House passed and the one the Senate is considering would increase the national debt by at least $1.5 trillion and drive up the yearly deficit through tax cuts that primarily benefit the wealthiest Americans and large corporations. This is likely to lead to drastic cuts to Medicaid, Medicare, Social Security and other programs on which older adults rely. Any significant funding cuts to Medicaid would jeopardize health and long-term care for the more than 6 million low-income older adults who rely on Medicaid. In addition, significant Medicare cuts would shift costs on to beneficiaries, endangering the more than 57 million older adults and people with disabilities who rely on the program for high-quality care. Over 11 million people have both Medicaid and Medicare, and those people would be especially devastated by any such cuts.

We are also particularly concerned about the repeal of the Affordable Care Act individual mandate that is included in the Senate plan. Over 3.3 million adults over age 55 enrolled in marketplace plans for 2017. By eliminating the individual mandate, the Senate bill puts the availability of affordable health coverage for these individuals, who are not yet eligible for Medicare, at risk through higher premiums or even lack of insurers. The Congressional Budget Office (CBO) estimates that 13 million more people will be without health coverage if the mandate is repealed, including 5 million people who would not enroll in Medicaid even though they are eligible.

In addition to these effects, both intentional and not, the sheer size of the deficit would trigger immediate cuts under sequestration to Medicare and other programs that benefit older adults.


and people with disabilities. The CBO projects Medicare cuts of $25 billion in 2018 alone. Of course, such cuts would have harmful effects on all those who rely upon Medicare.

We also urge you to ensure that the medical expense tax deduction, which provides tax relief to millions of older Americans and people with disabilities with high out-of-pocket and long-term care costs and modest incomes, remains available to those who need it, and is not eliminated in any tax proposal. Out-of-pocket health care costs are a significant financial burden for many older adults and people with disabilities, especially those with chronic conditions and those who need long-term services and supports. Eliminating this deduction would threaten the financial wellbeing of such individuals and even prematurely force them to turn to Medicaid to cover their long-term care costs.

In addition to our concerns about the substance of the bill detailed above, we are also dismayed by the rushed and partisan process. It is especially concerning that a preliminary CBO report notes there may not be enough time for that office to do a full analysis. Without a full analysis, we cannot know all the effects of this far-reaching bill.

Historically, the Senate has worked through a bipartisan, transparent process that included public hearings, open comment periods on discussion drafts, multi-stakeholder meetings, and more. Any changes to the tax code should be thoughtful and deliberative.

Our organizations strongly urge the Senate to start over on tax reform and ensure that any changes will not drive up deficits or reduce access to health care for older adults, people with disabilities, and their families.

Sincerely,

AFSCME
Aging Life Care Association
Allies for Independence
Altarum Center for Eldercare and Advanced Illness
American Association of People with Disabilities
American Association on Health and Disability
American Geriatrics Society
Association of University Centers on Disabilities (AUCD)
Autistic Self Advocacy Network
Bazelon Center for Mental Health Law
B’nai B’rith International
Center for Health Law and Policy Innovation of Harvard Law School
Center for Medicare Advocacy

3 Congressional Budget Office, “Effects of legislation that would raise deficits by an estimated $1.5 trillion over the 2018-2027 period” (November 14, 2017), https://www.cbo.gov/publication/53319
4 Congressional Budget Office, “H.R. 1, a bill to provide for reconciliation pursuant to titles II and V of the Concurrent Resolution on the Budget for Fiscal Year 2018” (November 13, 2017), https://www.cbo.gov/publication/53312.
Center for Public Representation
Community Catalyst
Disability Policy Consortium
Families USA
Florida Health Justice Project, Inc.
Jericho Road Legal Service Ministry
Justice in Aging
Lakeshore Foundation
Latinos for a Secure Retirement
Leading Age
Medicare Rights Center
NAACP
National Adult Day Services Association (NADSA)
National Association of Area Agencies on Aging
National Association of State Long-Term Care Ombudsman Programs (NASOP)
National Committee to Preserve Social Security and Medicare
National Consumer Voice for Quality Long-Term Care
National Council on Aging (NCOA)
National Disability Rights Network
National Health Law Program
National Multiple Sclerosis Society
National Partnership for Women & Families
National Respite Coalition
People Demanding Action
Retired Public Employees Council of Washington
Service Employees International Union (SEIU)
The Arc of the United States
Washington Alliance for Retired Americans
Women’s Institute for a Secure Retirement (WISER)

CC:  The Honorable Orrin Hatch, Chairman, Committee on Finance
The Honorable Ron Wyden, Ranking Member, Committee on Finance
The Honorable Lamar Alexander, Chairman, Committee on Health, Education, Labor & Pensions
The Honorable Patty Murray, Ranking Member, Committee on Health, Education, Labor & Pensions
The Honorable Susan Collins, Chairman, Senate Special Committee on Aging
The Honorable Bob Casey, Ranking Member, Senate Special Committee on Aging