## AMGA members' response to Medicare cuts in 2023 and likely responses to additional cuts in 2024

■2024 ■2023 Cuts to the Medicare program of 3.4% may occur on January 1, 2024, unless Congress Eliminate services Hiring freeze/delay hires acts. Delay Delivery system improvements/implement care model changes Eliminate or delay social determinates of health investments Redesign physician compensation Furlough/layoff administrative/non-clinical staff Delay population health initiatives Renegotiate non-government contracts Postpone risk arrangements Delay EMR/technology investment Stop hiring specialties that are highly dependent on Medicare FFS Not accept new Medicare beneficiaries Re-organization Require existing patients who age into Medicare to switch to Medicare Advantage Outsource administrative services The groups responding to an Furlough/lay-off clinical staff **August 2023 survey represent** Exit markets with high Medicare FFS penetration the nation's leading medical Pursue merger/acquisition/partnership with other medical groups, hospitals or other capital partners groups and health systems. No changes

30%

70%

20%