ADA American Dental Association®

1111 14th Street, N.W. Suite 1200 Washington, DC 20005 T 202.898.2400 F 202.898.2437 www.ada.org

January 18, 2018

Honorable Mitch McConnell Majority Leader United States Senate 317 Russell Senate Office Building Washington, DC 20510

Honorable Chuck Schumer Minority Leader United States Senate 322 Hart Senate Office Building Washington, DC 20510 Honorable Paul Ryan Speaker U.S. House of Representatives 1233 Rayburn House Office Building Washington, DC 20515

Honorable Nancy Pelosi Minority Leader U.S. House of Representatives 233 Cannon House Office Building Washington, DC 20515

Dear Members,

As you take up the Continuing Resolution this week, the American Dental Association (ADA) and its 161,000 members are writing to express support for the inclusion of two provisions important to dentistry: the six-year reauthorization of the Children's Health Insurance Program (CHIP) and a two-year moratorium on the 2.3 percent excise tax imposed on the sale of medical devices. Both measures play a vital role in maintaining affordable and accessible health care.

CHIP provides much needed oral health services to nearly 9 million children and pregnant women enrolled in the program. Dental care has the highest level of cost barriers compared to other health care services, with more individuals forgoing needed dental care over prescription drugs, medical care, eyeglasses or mental health services. Poor oral health has serious long-term effects on an individual's life. Tooth decay remains the most common, chronic disease among children and adolescents, impacting school performance and attendance. Early intervention can prevent long-term problems, which extend into adulthood and can impact an individual's employability, military readiness and overall health status.

CHIP offers affordable coverage that is specifically designed to meet the needs of children, including pediatric oral health services. More importantly, CHIP helps working families afford health coverage by capping premiums and cost-sharing to 5 percent of a family's income. As health coverage costs continue to rise, CHIP provides a safety net for families in every state. Nearly 90 percent of children in CHIP live in families with incomes less than 200 percent of the Federal Poverty Level, or \$40,480 for a family of three.² Ensuring access to comprehensive coverage and providing continuity of coverage for our nation's low-income children should be a priority.

We also strongly support the repeal of the medical device excise tax. The dental manufacturing industry estimates that the medical device excise tax will increase the cost of dental care by over \$160 million annually resulting in harm to our patients and an increase in the overall cost of health care. Good oral health is an essential part of an individual's overall health and well-being. An increase in the cost of oral health care as a result of the excise tax on medical devices — including restorative materials, instruments, impression materials and equipment — could make health care less affordable and act as a deterrent to patients seeking dental care.

¹ American Dental Association Health Policy Institute. Cost Barriers to Dental Care in the U.S. Accessed December 6, 2017.

² CHIP Funding Delay Threatens Children's Health Care, Families USA. Accessed December 6, 2017. http://familiesusa.org/initiatives/childrens-health-insurance-program

As you know, health care professionals who operate solo or small group practices are economic engines for their communities. In 2010, the most recent year for which we have survey data, 96.2 percent of the dentists surveyed reported that they work in practices comprising five or fewer dentists. The nature of dental insurance plans means that a dentist's reimbursements may not keep pace with this tax and many offices will have to absorb most of the increased cost. Operating costs for dental practices, particularly specialties, are significant, and the ability to sustain or grow small businesses like dental practices will be further constrained under this new excise tax.

While we offer our strong support for these measures, we remain concerned about the future of Community Health Centers and the National Health Service Corps. Both programs are in need of full reauthorization as they are critical to increasing access to quality health care in rural and underserved communities. We look forward to working with Congress on improving access to oral health care for all Americans, including our most vulnerable.

Sincerely,

Joseph P. Crowley, D.D.S.

President

Kathleen T. O'Loughlin, D.M.D., M.P.H.

Executive Director

cc: Honorable Greg Walden

Joseph & Crowley DS.

Chairman

House Committee on Energy and Commerce

Honorable Kevin Brady

Chairman

House Committee Ways and Means

Honorable Frank Pallone

Ranking Member

House Committee on Energy and Commerce

Honorable Richard Neal

Ranking Member

House Committee on Ways and Means