



Medicare Advantage Plan Challenges – Media Spotlight

As Medicare Advantage (MA) Plan enrollment has surged, scrutiny has also increased among these health plans. Current predictions suggest that MA enrollment will be significantly higher than traditional Medicare by 2030.1 On average, Medicare beneficiaries could choose from 33 MA health plans in 2021.1 Media outlets have highlighted the challenges faced by providers as Medicare Advantage enrollment continues to grow due to misleading advertising tactics from several private MA plans.² Media reports indicate that skilled nursing providers are facing difficulties with tracking claim criteria, reimbursement rates, submission processes, and billing time frames from the various MA plans.1 In response to these hardships, skilled nursing operators have sought out revenue-boosting strategies, including institutional special needs plan (I-SNP) enrollment. Organizations and providers alike have become more critical of Medicare Advantage, increasing lobbying efforts to increase CMS oversight and implement stricter regulations of MA plans.³

Recent media outlet coverage indicates:

- Approximately 4,000 MA plans are available across the U.S. in 2023, which is a 6% increase with 228 more plans offered in comparison to 2022.⁴
- More Medicare Advantage plans are available in 2023 compared to any other year going back to 2010.⁴
- The increase in SNPs has nearly doubled from 97 plans in 2018 to 189 plans in 2023, showing an increase interest in population health management and value-based contracting.⁴

Medicare Advantage plans continue to proliferate in 2023, resulting in providers seeking out additional revenue strategies. The focus on I-SNPs continues to increase due to interest from nursing home operators as a way to recover financially from the pandemic. Skilled nursing providers still face operational and financial obstacles due to the COVID-19 pandemic and the continued growth of health plans. As more plans arise, lobbyists continue to fight for increased CMS oversight and regulation, gaining traction with federal officials. Lawmakers and organizations alike have questioned the aggressive sales tactics during the enrollment period, bringing light to these pertinent issues associated with Medicare Advantage plans.

What the Media is Saying

McKnight's LTC News
on SNF financial hardships:
"Use of SNFs for postacute care declines to 51%
of the pre-pandemic rate,"
leading SNF owners and
operators to enroll or create
their own I-SNP.

Kaiser Family Foundation on the abundance of health plans:

"53% of all Medicare
beneficiaries can choose
from more than 40
Medicare Advantage plans
where they live"
overwhelming seniors and
leading to provider
administrative burden.4

on lobbying efforts against
Medicare Advantage:
"The letter to federal
officials has added new
signatures- 346 House
members last Congress or
80% of the chamber
attesting to the popularity
of the plans," proving the
need increased oversight of
MA plans.³

¹ Revenue-boosting strategies for struggling SNF industry. Published February 2023.

²Wasik J. <u>How Medicare Advantage Ads Can Be Misleading: What to Know.</u> Published February 2023.

³Ruoff A. <u>Progressives Take Aim at Insurers in Medicare Advantage Fight</u>. Published January 2023.

⁴Freed M et al. <u>Medicare Advantage 2023 Spotlight: First Look. Kaiser Family Foundation.</u> Published November 2022.