REPORT OF THE CHIEF EXECUTIVE OFFICER

May 17, 2025

TO: **HOUSE OF DELEGATES**

TENNESSEE MEDICAL ASSOCIATION

SUBMITTED BY: RUSSELL E. MILLER, JR., CAE

CHIEF EXECUTIVE OFFICER

The last twelve months have brought a number of changes and firsts for the Tennessee Medical Association (TMA). We have continued to make progress with gains in our total membership and were awarded a grant from the State to improve on the opioid abatement training for our members and all prescribers.

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Funding for our various member programs continues to be challenging as we continue to experience a decline in revenue from more traditional sources like seminars, workshops and product purchases.

This leaves membership dues as our primary source of funding.

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To enhance our outreach efforts and learn more about the changing needs of early career physicians (and potential members), we have concluded market research recently of members and nonmembers. This data will help us retool our marketing and communications effort to engage members and non-members alike about the benefits of membership and what TMA brings to physicians of Tennessee.

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One unique challenge we are facing is the discontinuation of grant funding for our physician leadership programs, which has graduated more than 300 physicians since its inception over the last twelve years. To answer this challenge, TMA has refocused an existing 501(c)(3) organization, the Tennessee Foundation for Quality Patient Healthcare (TFQPH) to include physician leadership, wellness, education, and recruitment. Through donations and grants to the TFQPH, we will fund the continuation of leadership programming and other charitable services.

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Legislatively, we are addressing many overarching issues that impact all physicians such as prior authorization; improving TennCare rates to bolster program participation to aid in access for a significant portion of our state's population and continued clarification of laws surrounding pregnancy care to provide more protections for our physicians faced with critical medical decision in the care of pregnant patients.

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On the horizon, there are key issues to watch. The impact of artificial intelligence on medical care and the health care market is certainly intriguing and TMA is weighing options as how to engage and benefit our members.

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Organizationally, we are evaluating the potential impact of current changes afoot in Washington, DC on TMA priorities. We are watchful of indicators that may threaten proven solutions that historically serve the public well, such as childhood vaccinations and Medicaid funding. We continue our belief that persons with health insurance do lead healthier, longer lives than those without. However, the burdens on practices caused by insurance companies' overreach and overregulation impede greatly on our members' abilities to provide timely, quality care.

Looking further ahead, our state needs to address the future supply of physicians. For our part, we are pleased to launch our own Job Bank to help match TMA resident members with TMA practices to grow the number of new physicians in our state. Communication has commenced to our resident physicians and we are thankful to our practices that have helped the program with initial position offerings. This is a work in progress at the very beginning stages.

This year, we discontinued our administrative services work for a number of medical specialty societies; work that began when those organizations were in formative stages almost 40 years ago. Additional notable activities in 2024-25:

- Medicare cuts TMA along with other state medical associations Coordinated with the American Medical Association in March to do in person visits with lawmakers regarding pending cuts to physician reimbursement under Medicare. The 2.83 percent cut represents five straight years of reduction in reimbursement to physicians, which is unsustainable. Unfortunately, the new Congress did not halt the cuts. Continued discussions and negotiations are currently happening to revamp payments under the Medicare program for physicians. The goal of discussions is to create a new payment system based on actual cost of providing care and factoring in annual inflationary updates that other providers receive under Medicare.
- Vaccines TMA received a grant from pharmaceutical companies to engage our members in the public in a social media campaign touting the safety quality and benefits of vaccine programs.
- State Grant for opioid education The TFQPH was recipient of a three-year grant to analyze and rewrite the educational programming required every two years for prescribers throughout our state. We anticipate the launch of the new training classes in September 2025.
- Corporate Practice of Medicine Prior to this year's legislative session TMA facilitated meetings between radiology, anesthesiology, and representatives of the Tennessee Hospital Association (THA) for further negotiations and discussions regarding the corporate practice of Medicine Doctrine.
- Impact of Physician Employment Trends in Tennessee The Board of Trustees engaged with
 experts to consider new data from research of the increasing percentage of physicians who
 are now considered employees versus maintaining independent medical practices. The data
 shows that approximately 75% of Tennessee physicians are now in an employment
 relationship. Information is being used as we consider future member programming, member
 needs, and strategic direction.
- National Representation TMA enjoys inclusion on a number of national boards and committees. We have representatives on the Physician Advocacy Institute, the Physicians Foundation, the AMA Advocacy Resource Center, and the AMA PAC, and the AMA Council on Legislation.
- New Member database system The TMA staff converted to a new database system in 2024. This allowed us to reduce our annual contract expenses for maintaining information on

- 1 members and non-members, and integrating our activities online. The new system also affords us greater web-based marketing and communications options.
 - New membership campaign Marketing materials for membership were revamped this year based on preliminary information received from our research and included more messaging design for social media and the Internet. Anchoring this campaign was a new membership video shot throughout the year. This video may be accessed at https://youtu.be/UNMTw-8QRC8.
 - Senior Physician Section Work continues on the development of a probationary membership section for our senior members over the age of 65. Governing principles have been created, participants for the inaugural governing council are being identified and communications to potential participants will begin in May 2025.

Finances

TMA continues to be budgetarily challenged as costs continue to rise and revenues are stagnant. In 2024, TMA ended the year 1.4% over budget. While expenses were under budget by \$116,799, revenues came in \$107,195 under budget, resulting in operational deficit.

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Our reserves have grown due to a good market and our lack of need to draw from reserves for the last several years, however that may change in 2025. The Board approved a strategy to periodically draw profit off reserves to help balance our operations budget while protecting and continuing to grow reserves.

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Membership

TMA ended 2024 with 4,740 active members, 1,485 veteran/retired members, 2,018 resident and fellow members and 1,757 medical student members for a total membership roster of 10,052 member. Dues revenue for 2024 was \$1,964,114 compared to \$1,850,599 in 2023.

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In 2030, TMA will celebrate its 200 years of existence! When you look back over the history of the Association, it too is marked with challenging times and significant upheavals in the marketplace. Every year seems worse in relation to the years that came before. The difference maker is how you prepare and speed in which you react.

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TMA is here for you; we have been for 195 years. We are all best served when we stay focused on the reason for our existence as a medical association We must stay focused on those challenges that impact physicians most.

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- We protect the freedom to practice medicine and provide patients with the quality of care needed according to medical standards.
- We reduce interference from outside parties in that delivery of care; and
- we fight for fair, timely and equitable reimbursement for services rendered.
- Above all else, TMA unifies Tennessee physicians to be that voice of good medicine for our state.

To accomplish all this each year on behalf of the membership, I have the distinct pleasure and honor of working alongside a great staff that shares in my focus and dedication to the mission and the membership of the TMA.

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- 1 This year, I am especially honored to recognize and celebrate Julie Griffin, our Vice President of
- 2 Government Affairs, for her 20 years of staff service to the Tennessee Medical Association. Thank you
- 3 for all you do, Julie!

Your TMA Staff 2024-2025

Yarnell Beatty Sr. Vice President, General Counsel Julie Griffin Vice President, Government Affairs

Anjanette Eash Membership Director

Amy Campoli Director, Executive Services and Governance

Ann Anderson Accounting Services

Annika Sleenhoff Education and CME Coordinator

Alayna McCreary Project Coordinator

Becky Morrissey Paralegal

Beth Lentchner Sr. Director, Leadership Programs and CME Erika Thomas Associate Director, Member Engagement

Jennifer Moore Staff Accountant

Joey Alongi Grassroots & TMAPAC Manager

John Carr Assistant Director, Government Affairs

Jonathan Kirkland Communications Manager

Kirk Cunningham Advocacy and Government Affairs Administrative Assistant

Morgan Ripley Associate Director, Marketing

Nikki Hamlet Membership and Office Administrator

Sara Balsom Manager, Project Development

Respectfully submitted,

Russell E. Miller, Jr., CAE Chief Executive Officer