**Testimony of CWA District One** 

**Health Committee Budget Hearing** 

**FY2025 NYS Budget** 

Submitted: January 23, 2024

Good morning. Thank you for the opportunity to testify today on the need to ensure

sufficient funding to stabilize New York's hospitals and healthcare workforce - and prioritize the

needs of the healthcare workforce. My name is Rebecca Miller, and I am the NYS Legislative &

Political Director for CWA District One. CWA District One represents approximately 15,000

healthcare workers across New York State and is the largest healthcare union in Western New

York.

Yet again, we come to Albany testifying that the most urgent crisis facing healthcare

institutions and our members across the State is staffing. Unsafe staffing predates the Covid-19

pandemic by decades but the pandemic brought us to a tipping point. While much of the world is

now moving on from the Covid-19 pandemic and the public attention on supporting healthcare

workers has subsided, our members and healthcare workers across New York State continue to

carry a broken healthcare system on their backs every single day.

The staffing emergency in our State requires both a short and long-term response. While

the Executive Budget proposes some programs to address recruitment and retention of healthcare

workers, there is much more work to do. The State must add robust investment in incentives

to join and stay in the healthcare profession while focusing on getting workforce

development programs online and increasing capacity at educational institutions and in

clinical placements.

In the short term, the State must focus on supporting healthcare employers to immediately improve job conditions and raise wages in order to recruit and retain the current workforce. While there is certainly a shortage of healthcare workers, the biggest threat is the shortage of good healthcare jobs. A recent study from the Center for Health Workforce Studies identified workers leaving for better-paying jobs and burnout as the biggest drivers of difficulties in retaining healthcare workers in hospitals.<sup>1</sup>

Hospitals and other healthcare employers must address staffing and working conditions in order to salvage the current workforce. However, hospitals across New York State are struggling financially in the aftermath of the pandemic. A recent report showed that four out of five hospitals in New York have negative or unsustainable operating margins.<sup>2</sup> This means that the vast majority of hospitals in NYS are unable to pay the level of wages and bonuses that will enable them to navigate the current labor market or make necessary investments to improve working conditions.

Hospitals are facing significant financial hardship and patients and workers across the State are bearing the devastating consequences. In order to improve conditions for healthcare workers, keep hospitals open, and ensure the best quality of care for all New Yorkers, we need a massive infusion of funds for our hospitals and healthcare workers. This is a structural issue.

The State must make a plan to fully reimburse hospitals for all Medicaid costs. Increasing

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https://www.chwsny.org/wp-content/uploads/2022/04/CHWS-Health-Care-Workforce-in-New-York-State-2022-002.pdf

the medicaid reimbursement rate provides stable funding for hospitals while also protecting access to care for the most vulnerable New Yorkers.

Healthcare workers have carried our State on their shoulders and continue to do so - but it is unsustainable. We must act now to improve working conditions and protect the workforce. The State must also take an active role in ensuring the Department of Health fully implements and enforces the 2021 Clinical Staffing Committee law to the fullest extent.

It is in all of our interests--the public, the workers, and the hospitals--for the state to invest directly in expanding and stabilizing the hospital workforce across New York.