

Alabama

The proposed \$1.05 billion reduction in Medicare Part A skilled nursing facility expenditures on a nationwide level has a substantial impact on the local, state, and national economies. The estimated economic impact for Alabama is a reduction of \$23,937,450 in business activity, a reduction of \$11,748,585 in labor income, and a loss of 397 jobs.

The following schedule illustrates the direct, indirect, and induced impact of this cut in reimbursement on the state of Alabama.

Economic Impact of Medicare Nursing Facility Payment Cutback Fiscal Year 2010

Alabama				
	Direct	Indirect	Induced	Total
Business Activity Impacts (\$)	14,907,172	2,937,777	6,092,501	23,937,450
Income Impacts (\$)	8,995,960	864,244	1,888,381	11,748,585
Employment Impacts (Jobs)	315	25	57	397

Direct Effect represents the impact (e.g., change in employment or revenues) for the expenditures and/or production values specified as direct final demand changes.

Indirect Effect represents the impact (e.g., change in employment) caused by the iteration of industries purchasing from industries resulting from direct final demand changes.

Induced Effect represents the impacts on all local industries caused by the expenditures of new household income generated by the direct and indirect effects of direct final demand changes.

Total Impact is the sum of the direct, indirect, and induced effects.

Labor Income is the sum of employee compensation and proprietary income.

Economic Impact Analysis: Impact Analysis For Planning (IMPLAN) software, Minnesota IMPLAN Group, Inc., 2007 data.

Alabama Congressional District 1

The proposed \$1.05 billion reduction in Medicare Part A skilled nursing facility expenditures on a nationwide level has a substantial impact on the local, state, and national economies. The estimated economic impact for Alabama Congressional District 1 is a reduction of \$2,610,586 in business activity, a reduction of \$1,320,825 in labor income, and a loss of 46 jobs.

The following schedule illustrates the direct, indirect, and induced impact of this cut in reimbursement on Alabama Congressional District 1.

Economic Impact of Medicare Nursing Facility Payment Cutback Fiscal Year 2010

Alabama Congressional District 1				
	Direct	Indirect	Induced	Total
Business Activity Impacts (\$)	1,729,448	263,011	618,127	2,610,586
Income Impacts (\$)	1,041,480	80,582	198,763	1,320,825
Employment Impacts (Jobs)	37	3	6	46

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Alabama Congressional District 2

The proposed \$1.05 billion reduction in Medicare Part A skilled nursing facility expenditures on a nationwide level has a substantial impact on the local, state, and national economies. The estimated economic impact for Alabama Congressional District 2 is a reduction of \$3,427,416 in business activity, a reduction of \$1,704,574 in labor income, and a loss of 60 jobs.

The following schedule illustrates the direct, indirect, and induced impact of this cut in reimbursement on Alabama Congressional District 2.

Economic Impact of Medicare Nursing Facility Payment Cutback Fiscal Year 2010

Alabama Congressional District 2				
	Direct	Indirect	Induced	Total
Business Activity Impacts (\$)	2,231,450	373,631	822,335	3,427,416
Income Impacts (\$)	1,340,600	110,553	253,421	1,704,574
Employment Impacts (Jobs)	49	3	8	60

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Alabama Congressional District 3

The proposed \$1.05 billion reduction in Medicare Part A skilled nursing facility expenditures on a nationwide level has a substantial impact on the local, state, and national economies. The estimated economic impact for Alabama Congressional District 3 is a reduction of \$3,185,776 in business activity, a reduction of \$1,609,773 in labor income, and a loss of 56 jobs.

The following schedule illustrates the direct, indirect, and induced impact of this cut in reimbursement on Alabama Congressional District 3.

Economic Impact of Medicare Nursing Facility Payment Cutback Fiscal Year 2010

Alabama Congressional District 3				
	Direct	Indirect	Induced	Total
Business Activity Impacts (\$)	2,126,297	343,327	716,152	3,185,776
Income Impacts (\$)	1,278,031	105,288	226,454	1,609,773
Employment Impacts (Jobs)	46	3	7	56

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Alabama Congressional District 4

The proposed \$1.05 billion reduction in Medicare Part A skilled nursing facility expenditures on a nationwide level has a substantial impact on the local, state, and national economies. The estimated economic impact for Alabama Congressional District 4 is a reduction of \$3,643,469 in business activity, a reduction of \$1,892,437 in labor income, and a loss of 62 jobs.

The following schedule illustrates the direct, indirect, and induced impact of this cut in reimbursement on Alabama Congressional District 4.

Economic Impact of Medicare Nursing Facility Payment Cutback Fiscal Year 2010

Alabama Congressional District 4				
	Direct	Indirect	Induced	Total
Business Activity Impacts (\$)	2,549,771	337,959	755,739	3,643,469
Income Impacts (\$)	1,544,760	104,653	243,024	1,892,437
Employment Impacts (Jobs)	52	3	7	62

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Alabama Congressional District 5

The proposed \$1.05 billion reduction in Medicare Part A skilled nursing facility expenditures on a nationwide level has a substantial impact on the local, state, and national economies. The estimated economic impact for Alabama Congressional District 5 is a reduction of \$3,854,007 in business activity, a reduction of \$1,954,678 in labor income, and a loss of 70 jobs.

The following schedule illustrates the direct, indirect, and induced impact of this cut in reimbursement on Alabama Congressional District 5.

Economic Impact of Medicare Nursing Facility Payment Cutback Fiscal Year 2010

Alabama Congressional District 5				
	Direct	Indirect	Induced	Total
Business Activity Impacts (\$)	2,646,780	464,693	742,534	3,854,007
Income Impacts (\$)	1,587,108	135,799	231,771	1,954,678
Employment Impacts (Jobs)	59	4	7	70

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Alabama Congressional District 6

The proposed \$1.05 billion reduction in Medicare Part A skilled nursing facility expenditures on a nationwide level has a substantial impact on the local, state, and national economies. The estimated economic impact for Alabama Congressional District 6 is a reduction of \$2,835,067 in business activity, a reduction of \$1,429,268 in labor income, and a loss of 45 jobs.

The following schedule illustrates the direct, indirect, and induced impact of this cut in reimbursement on Alabama Congressional District 6.

Economic Impact of Medicare Nursing Facility Payment Cutback Fiscal Year 2010

Alabama Congressional District 6				
	Direct	Indirect	Induced	Total
Business Activity Impacts (\$)	1,822,989	311,402	700,676	2,835,067
Income Impacts (\$)	1,109,472	96,462	223,334	1,429,268
Employment Impacts (Jobs)	36	3	6	45

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Alabama Congressional District 7

The proposed \$1.05 billion reduction in Medicare Part A skilled nursing facility expenditures on a nationwide level has a substantial impact on the local, state, and national economies. The estimated economic impact for Alabama Congressional District 7 is a reduction of \$2,689,281 in business activity, a reduction of \$1,372,851 in labor income, and a loss of 42 jobs.

The following schedule illustrates the direct, indirect, and induced impact of this cut in reimbursement on Alabama Congressional District 7.

Economic Impact of Medicare Nursing Facility Payment Cutback Fiscal Year 2010

Alabama Congressional District 7				
	Direct	Indirect	Induced	Total
Business Activity Impacts (\$)	1,800,438	328,145	560,698	2,689,281
Income Impacts (\$)	1,099,594	97,000	176,257	1,372,851
Employment Impacts (Jobs)	34	3	5	42

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United States

The proposed \$1.05 billion reduction in Medicare Part A skilled nursing facility expenditures on a nationwide level has a substantial impact on the local, state, and national economies. The estimated economic impact for United States is a reduction of \$2,538,574,941 in business activity, a reduction of \$1,102,133,619 in labor income, and a loss of 30,323 jobs.

The following schedule illustrates the direct, indirect, and induced impact of this cut in reimbursement on the United States.

Economic Impact of Medicare Nursing Facility Payment Cutback Fiscal Year 2010

United States				
	Direct	Indirect	Induced	Total
Business Activity Impacts (\$)	1,050,000,000	457,958,967	1,030,615,974	2,538,574,941
Income Impacts (\$)	640,413,737	139,085,410	322,634,472	1,102,133,619
Employment Impacts (Jobs)	20,219	2,842	7,262	30,323

Direct Effect represents the impact (e.g., change in employment or revenues) for the expenditures and/or production values specified as direct final demand changes.

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