

# Arizona

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 Arizona is a reduction of \$14,243,537 in business activity, a reduction of \$7,176,235 in labor income, and a loss of 213 jobs.

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

## Economic Impact of Medicare Nursing Facility Payment Cutback Fiscal Year 2010

Arizona				
	Direct	Indirect	Induced	Total
Business Activity Impacts (\$)	8,699,488	1,750,443	3,793,606	14,243,537
Income Impacts (\$)	5,304,794	591,449	1,279,992	7,176,235
Employment Impacts (Jobs)	168	13	32	213

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.

# Arizona 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 Arizona Congressional District 1 is a reduction of \$1,825,974 in business activity, a reduction of \$953,250 in labor income, and a loss of 29 jobs.

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

## Economic Impact of Medicare Nursing Facility Payment Cutback Fiscal Year 2010

<b>Arizona Congressional District 1</b>				
	Direct	Indirect	Induced	Total
<b>Business Activity Impacts (\$)</b>	<b>1,221,773</b>	<b>191,193</b>	<b>413,008</b>	<b>1,825,974</b>
<b>Income Impacts (\$)</b>	<b>745,538</b>	<b>65,499</b>	<b>142,213</b>	<b>953,250</b>
<b>Employment Impacts (Jobs)</b>	<b>23</b>	<b>2</b>	<b>4</b>	<b>29</b>

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# Arizona 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 Arizona Congressional District 2 is a reduction of \$2,677,935 in business activity, a reduction of \$1,411,976 in labor income, and a loss of 41 jobs.

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

## Economic Impact of Medicare Nursing Facility Payment Cutback Fiscal Year 2010

<b>Arizona Congressional District 2</b>				
	Direct	Indirect	Induced	Total
<b>Business Activity Impacts (\$)</b>	<b>1,821,346</b>	<b>268,200</b>	<b>588,389</b>	<b>2,677,935</b>
<b>Income Impacts (\$)</b>	<b>1,114,990</b>	<b>94,666</b>	<b>202,320</b>	<b>1,411,976</b>
<b>Employment Impacts (Jobs)</b>	<b>34</b>	<b>2</b>	<b>5</b>	<b>41</b>

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# Arizona 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 Arizona Congressional District 3 is a reduction of \$1,120,695 in business activity, a reduction of \$577,487 in labor income, and a loss of 16 jobs.

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

## Economic Impact of Medicare Nursing Facility Payment Cutback Fiscal Year 2010

<b>Arizona Congressional District 3</b>				
	Direct	Indirect	Induced	Total
<b>Business Activity Impacts (\$)</b>	710,179	126,969	283,547	1,120,695
<b>Income Impacts (\$)</b>	435,473	44,011	98,003	577,487
<b>Employment Impacts (Jobs)</b>	13	1	2	16

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# Arizona 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 Arizona Congressional District 4 is a reduction of \$442,867 in business activity, a reduction of \$236,522 in labor income, and a loss of 7 jobs.

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

## Economic Impact of Medicare Nursing Facility Payment Cutback Fiscal Year 2010

<b>Arizona Congressional District 4</b>				
	Direct	Indirect	Induced	Total
<b>Business Activity Impacts (\$)</b>	315,441	63,414	64,012	442,867
<b>Income Impacts (\$)</b>	193,425	21,082	22,015	236,522
<b>Employment Impacts (Jobs)</b>	6	0	1	7

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# Arizona 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 Arizona Congressional District 5 is a reduction of \$1,950,340 in business activity, a reduction of \$1,024,843 in labor income, and a loss of 30 jobs.

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

## Economic Impact of Medicare Nursing Facility Payment Cutback Fiscal Year 2010

<b>Arizona Congressional District 5</b>				
	Direct	Indirect	Induced	Total
<b>Business Activity Impacts (\$)</b>	<b>1,297,880</b>	<b>237,093</b>	<b>415,367</b>	<b>1,950,340</b>
<b>Income Impacts (\$)</b>	<b>795,844</b>	<b>84,442</b>	<b>144,557</b>	<b>1,024,843</b>
<b>Employment Impacts (Jobs)</b>	<b>24</b>	<b>2</b>	<b>4</b>	<b>30</b>

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# Arizona 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 Arizona Congressional District 6 is a reduction of \$1,994,607 in business activity, a reduction of \$1,060,581 in labor income, and a loss of 31 jobs.

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

## Economic Impact of Medicare Nursing Facility Payment Cutback Fiscal Year 2010

<b>Arizona Congressional District 6</b>				
	Direct	Indirect	Induced	Total
<b>Business Activity Impacts (\$)</b>	<b>1,371,550</b>	<b>195,916</b>	<b>427,141</b>	<b>1,994,607</b>
<b>Income Impacts (\$)</b>	<b>840,919</b>	<b>72,153</b>	<b>147,509</b>	<b>1,060,581</b>
<b>Employment Impacts (Jobs)</b>	<b>25</b>	<b>2</b>	<b>4</b>	<b>31</b>

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# Arizona 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 Arizona Congressional District 7 is a reduction of \$838,186 in business activity, a reduction of \$430,485 in labor income, and a loss of 13 jobs.

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

## Economic Impact of Medicare Nursing Facility Payment Cutback Fiscal Year 2010

<b>Arizona Congressional District 7</b>				
	Direct	Indirect	Induced	Total
<b>Business Activity Impacts (\$)</b>	<b>540,743</b>	<b>99,644</b>	<b>197,799</b>	<b>838,186</b>
<b>Income Impacts (\$)</b>	<b>330,237</b>	<b>33,221</b>	<b>67,027</b>	<b>430,485</b>
<b>Employment Impacts (Jobs)</b>	<b>10</b>	<b>1</b>	<b>2</b>	<b>13</b>

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# Arizona Congressional District 8

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 Arizona Congressional District 8 is a reduction of \$2,140,642 in business activity, a reduction of \$1,097,774 in labor income, and a loss of 37 jobs.

The following schedule illustrates the direct, indirect, and induced impact of this cut in reimbursement on Arizona Congressional District 8.

## Economic Impact of Medicare Nursing Facility Payment Cutback Fiscal Year 2010

<b>Arizona Congressional District 8</b>				
	Direct	Indirect	Induced	Total
<b>Business Activity Impacts (\$)</b>	1,420,575	231,911	488,156	2,140,642
<b>Income Impacts (\$)</b>	857,166	78,143	162,465	1,097,774
<b>Employment Impacts (Jobs)</b>	30	2	5	37

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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

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

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