

Kansas

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 Kansas is a reduction of \$14,513,744 in business activity, a reduction of \$6,985,546 in labor income, and a loss of 261 jobs.

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

Economic Impact of Medicare Nursing Facility Payment Cutback Fiscal Year 2010

Kansas				
	Direct	Indirect	Induced	Total
Business Activity Impacts (\$)	8,894,962	1,856,248	3,762,534	14,513,744
Income Impacts (\$)	5,278,597	552,611	1,154,338	6,985,546
Employment Impacts (Jobs)	210	15	36	261

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.

Kansas 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 Kansas Congressional District 1 is a reduction of \$2,689,353 in business activity, a reduction of \$1,330,167 in labor income, and a loss of 52 jobs.

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

Economic Impact of Medicare Nursing Facility Payment Cutback Fiscal Year 2010

Kansas Congressional District 1				
	Direct	Indirect	Induced	Total
Business Activity Impacts (\$)	1,806,310	277,020	606,023	2,689,353
Income Impacts (\$)	1,066,863	78,163	185,141	1,330,167
Employment Impacts (Jobs)	44	2	6	52

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Prepared by Research Department of American Health Care Association using IMPLAN software, 2007 claims data, and components of proposed SNF PPS rule for fiscal year 2010.

Kansas 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 Kansas Congressional District 2 is a reduction of \$3,735,857 in business activity, a reduction of \$1,867,916 in labor income, and a loss of 69 jobs.

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

Economic Impact of Medicare Nursing Facility Payment Cutback Fiscal Year 2010

Kansas Congressional District 2				
	Direct	Indirect	Induced	Total
Business Activity Impacts (\$)	2,479,875	424,743	831,239	3,735,857
Income Impacts (\$)	1,478,652	129,855	259,409	1,867,916
Employment Impacts (Jobs)	57	4	8	69

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Kansas 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 Kansas Congressional District 3 is a reduction of \$3,808,505 in business activity, a reduction of \$1,918,118 in labor income, and a loss of 65 jobs.

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

Economic Impact of Medicare Nursing Facility Payment Cutback Fiscal Year 2010

Kansas Congressional District 3				
	Direct	Indirect	Induced	Total
Business Activity Impacts (\$)	2,453,756	478,006	876,743	3,808,505
Income Impacts (\$)	1,481,842	154,073	282,203	1,918,118
Employment Impacts (Jobs)	53	4	8	65

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Kansas 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 Kansas Congressional District 4 is a reduction of \$3,344,549 in business activity, a reduction of \$1,638,553 in labor income, and a loss of 63 jobs.

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

Economic Impact of Medicare Nursing Facility Payment Cutback Fiscal Year 2010

Kansas Congressional District 4				
	Direct	Indirect	Induced	Total
Business Activity Impacts (\$)	2,155,021	384,859	804,669	3,344,549
Income Impacts (\$)	1,273,747	115,237	249,569	1,638,553
Employment Impacts (Jobs)	52	3	8	63

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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

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