

## Nebraska

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 Nebraska is a reduction of \$11,104,618 in business activity, a reduction of \$5,437,754 in labor income, and a loss of 193 jobs.

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

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

<b>Nebraska</b>				
	Direct	Indirect	Induced	Total
<b>Business Activity Impacts (\$)</b>	6,852,967	1,391,567	2,860,084	11,104,618
<b>Income Impacts (\$)</b>	4,102,035	426,639	909,080	5,437,754
<b>Employment Impacts (Jobs)</b>	152	12	29	193

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.

# Nebraska 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 Nebraska Congressional District 1 is a reduction of \$3,386,090 in business activity, a reduction of \$1,705,073 in labor income, and a loss of 58 jobs.

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

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

<b>Nebraska Congressional District 1</b>				
	Direct	Indirect	Induced	Total
<b>Business Activity Impacts (\$)</b>	<b>2,195,747</b>	<b>381,566</b>	<b>808,777</b>	<b>3,386,090</b>
<b>Income Impacts (\$)</b>	<b>1,323,823</b>	<b>119,644</b>	<b>261,606</b>	<b>1,705,073</b>
<b>Employment Impacts (Jobs)</b>	<b>47</b>	<b>3</b>	<b>8</b>	<b>58</b>

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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.

# Nebraska 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 Nebraska Congressional District 2 is a reduction of \$3,602,422 in business activity, a reduction of \$1,840,574 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 Nebraska Congressional District 2.

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

<b>Nebraska Congressional District 2</b>				
	Direct	Indirect	Induced	Total
<b>Business Activity Impacts (\$)</b>	2,301,739	447,414	853,269	3,602,422
<b>Income Impacts (\$)</b>	1,411,836	145,314	283,424	1,840,574
<b>Employment Impacts (Jobs)</b>	44	4	8	56

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# Nebraska 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 Nebraska Congressional District 3 is a reduction of \$3,481,458 in business activity, a reduction of \$1,730,291 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 Nebraska Congressional District 3.

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

<b>Nebraska Congressional District 3</b>				
	Direct	Indirect	Induced	Total
<b>Business Activity Impacts (\$)</b>	2,355,481	361,773	764,204	3,481,458
<b>Income Impacts (\$)</b>	1,389,897	103,297	237,097	1,730,291
<b>Employment Impacts (Jobs)</b>	57	3	9	69

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**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.

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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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**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.

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