

## New Hampshire

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 New Hampshire is a reduction of \$8,720,120 in business activity, a reduction of \$4,458,050 in labor income, and a loss of 126 jobs.

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

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

<b>New Hampshire</b>				
	Direct	Indirect	Induced	Total
<b>Business Activity Impacts (\$)</b>	<b>5,462,377</b>	<b>974,203</b>	<b>2,283,540</b>	<b>8,720,120</b>
<b>Income Impacts (\$)</b>	<b>3,356,369</b>	<b>324,651</b>	<b>777,030</b>	<b>4,458,050</b>
<b>Employment Impacts (Jobs)</b>	<b>98</b>	<b>7</b>	<b>21</b>	<b>126</b>

**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.

# New Hampshire 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 New Hampshire Congressional District 1 is a reduction of \$4,764,895 in business activity, a reduction of \$2,445,374 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 New Hampshire Congressional District 1.

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

<b>New Hampshire Congressional District 1</b>				
	Direct	Indirect	Induced	Total
<b>Business Activity Impacts (\$)</b>	3,016,096	539,198	1,209,601	4,764,895
<b>Income Impacts (\$)</b>	1,851,242	181,019	413,113	2,445,374
<b>Employment Impacts (Jobs)</b>	54	4	11	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.

**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.

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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.

## New Hampshire 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 New Hampshire Congressional District 2 is a reduction of \$3,843,019 in business activity, a reduction of \$1,980,933 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 New Hampshire Congressional District 2.

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

<b>New Hampshire Congressional District 2</b>				
	Direct	Indirect	Induced	Total
<b>Business Activity Impacts (\$)</b>	2,446,282	407,665	989,072	3,843,019
<b>Income Impacts (\$)</b>	1,504,383	138,498	338,052	1,980,933
<b>Employment Impacts (Jobs)</b>	44	3	9	56

**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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**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.

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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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**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.

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