

Oklahoma

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 Oklahoma is a reduction of \$14,637,968 in business activity, a reduction of \$7,052,245 in labor income, and a loss of 254 jobs.

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

Economic Impact of Medicare Nursing Facility Payment Cutback Fiscal Year 2010

Oklahoma				
	Direct	Indirect	Induced	Total
Business Activity Impacts (\$)	8,919,211	1,885,120	3,833,637	14,637,968
Income Impacts (\$)	5,339,325	548,301	1,164,619	7,052,245
Employment Impacts (Jobs)	200	17	37	254

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.

Oklahoma 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 Oklahoma Congressional District 1 is a reduction of \$2,592,323 in business activity, a reduction of \$1,291,642 in labor income, and a loss of 44 jobs.

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

Economic Impact of Medicare Nursing Facility Payment Cutback Fiscal Year 2010

Oklahoma Congressional District 1				
	Direct	Indirect	Induced	Total
Business Activity Impacts (\$)	1,657,678	344,103	590,542	2,592,323
Income Impacts (\$)	997,397	106,586	187,659	1,291,642
Employment Impacts (Jobs)	36	3	5	44

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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.

Oklahoma 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 Oklahoma Congressional District 2 is a reduction of \$2,906,975 in business activity, a reduction of \$1,476,292 in labor income, and a loss of 55 jobs.

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

Economic Impact of Medicare Nursing Facility Payment Cutback Fiscal Year 2010

Oklahoma Congressional District 2				
	Direct	Indirect	Induced	Total
Business Activity Impacts (\$)	1,999,745	297,333	609,897	2,906,975
Income Impacts (\$)	1,195,033	91,778	189,481	1,476,292
Employment Impacts (Jobs)	46	3	6	55

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Oklahoma 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 Oklahoma Congressional District 3 is a reduction of \$2,077,294 in business activity, a reduction of \$1,054,916 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 Oklahoma Congressional District 3.

Economic Impact of Medicare Nursing Facility Payment Cutback Fiscal Year 2010

Oklahoma Congressional District 3				
	Direct	Indirect	Induced	Total
Business Activity Impacts (\$)	1,431,467	204,702	441,125	2,077,294
Income Impacts (\$)	861,523	60,857	132,536	1,054,916
Employment Impacts (Jobs)	31	2	4	37

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Oklahoma 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 Oklahoma Congressional District 4 is a reduction of \$2,713,111 in business activity, a reduction of \$1,349,535 in labor income, and a loss of 47 jobs.

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

Economic Impact of Medicare Nursing Facility Payment Cutback Fiscal Year 2010

Oklahoma Congressional District 4				
	Direct	Indirect	Induced	Total
Business Activity Impacts (\$)	1,769,935	295,545	647,631	2,713,111
Income Impacts (\$)	1,064,518	89,204	195,813	1,349,535
Employment Impacts (Jobs)	38	3	6	47

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Oklahoma 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 Oklahoma Congressional District 5 is a reduction of \$3,150,252 in business activity, a reduction of \$1,587,049 in labor income, and a loss of 54 jobs.

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

Economic Impact of Medicare Nursing Facility Payment Cutback Fiscal Year 2010

Oklahoma Congressional District 5				
	Direct	Indirect	Induced	Total
Business Activity Impacts (\$)	2,060,386	404,443	685,423	3,150,252
Income Impacts (\$)	1,242,948	126,152	217,949	1,587,049
Employment Impacts (Jobs)	43	4	7	54

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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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