

Utah

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 Utah is a reduction of \$8,550,762 in business activity, a reduction of \$4,036,995 in labor income, and a loss of 143 jobs.

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

Economic Impact of Medicare Nursing Facility Payment Cutback Fiscal Year 2010

Utah				
	Direct	Indirect	Induced	Total
Business Activity Impacts (\$)	4,965,408	1,241,133	2,344,221	8,550,762
Income Impacts (\$)	2,968,387	358,206	710,402	4,036,995
Employment Impacts (Jobs)	112	10	21	143

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.

Utah 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 Utah Congressional District 1 is a reduction of \$2,542,535 in business activity, a reduction of \$1,233,186 in labor income, and a loss of 43 jobs.

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

Economic Impact of Medicare Nursing Facility Payment Cutback Fiscal Year 2010

Utah Congressional District 1				
	Direct	Indirect	Induced	Total
Business Activity Impacts (\$)	1,567,571	372,559	602,405	2,542,535
Income Impacts (\$)	938,227	110,488	184,471	1,233,186
Employment Impacts (Jobs)	35	3	5	43

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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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Utah 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 Utah Congressional District 2 is a reduction of \$4,319,310 in business activity, a reduction of \$2,087,321 in labor income, and a loss of 72 jobs.

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

Economic Impact of Medicare Nursing Facility Payment Cutback Fiscal Year 2010

Utah Congressional District 2				
	Direct	Indirect	Induced	Total
Business Activity Impacts (\$)	2,596,421	573,233	1,149,656	4,319,310
Income Impacts (\$)	1,558,619	170,646	358,056	2,087,321
Employment Impacts (Jobs)	57	5	10	72

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.

Economic Impact Analysis: Impact Analysis For Planning (IMPLAN) software, Minnesota IMPLAN Group, Inc., 2007 data.

Utah 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 Utah Congressional District 3 is a reduction of \$1,287,575 in business activity, a reduction of \$628,675 in labor income, and a loss of 22 jobs.

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

Economic Impact of Medicare Nursing Facility Payment Cutback Fiscal Year 2010

Utah Congressional District 3				
	Direct	Indirect	Induced	Total
Business Activity Impacts (\$)	801,416	176,430	309,729	1,287,575
Income Impacts (\$)	479,662	52,179	96,834	628,675
Employment Impacts (Jobs)	18	1	3	22

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.

Economic Impact Analysis: Impact Analysis For Planning (IMPLAN) software, Minnesota IMPLAN Group, Inc., 2007 data.

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.

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.