

# District of Columbia

## Medicare Cuts to Skilled Nursing Facility Care

The U.S. House of Representatives' health care reform bill, *America's Affordable Health Choices Act (H.R. 3200)*, includes provisions that would significantly cut Medicare payments for skilled nursing facility care. These provisions would:

- Reduce skilled nursing facility rates (SNF) rates by 3.3% as of October 1, 2009 by applying a "projection error" adjustment;
- Eliminate the 2.2% SNF market basket update – removing this cost of living adjustment for January 1, 2010 through September 30, 2010; and
- Apply a productivity adjustment estimated at 1% of the SNF rate beginning in fiscal year 2010.

The impact for the District of Columbia is as follows:

Medicare Cuts Over 10 Years	
National	District of Columbia
\$44.0 billion	\$48.9 million

Economic Impact – Year 1		
Reduction In Business Activity	Reduction In Labor Income	Jobs At Risk
\$2,916,305	\$1,684,161	42

Economic impact developed using IMPLAN model, 2007 data. Additional detail available upon request.

# United States

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The impact for the United States is as follows:

<b>Medicare Cuts Over 10 Years</b>
<b>National</b>
<b>\$44.0 billion</b>

<b>Economic Impact – Year 1</b>		
<b>Reduction In Business Activity</b>	<b>Reduction In Labor Income</b>	<b>Jobs At Risk</b>
<b>\$4,968,353,812</b>	<b>\$2,157,032,938</b>	<b>59,345</b>

Economic impact developed using IMPLAN model, 2007 data. Additional detail available upon request.