

Wyoming

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 state of Wyoming is as follows:

| Medicare Cuts Over 10 Years | |
|-----------------------------|----------------|
| National | Wyoming |
| \$44.0 billion | \$59.8 million |

| Economic Impact – Year 1 | | |
|--------------------------------|---------------------------|--------------|
| Reduction In Business Activity | Reduction In Labor Income | Jobs At Risk |
| \$4,089,355 | \$2,079,983 | 64 |

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

United States

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- 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 United States is as follows:

| |
|------------------------------------|
| Medicare Cuts Over 10 Years |
| National |
| \$44.0 billion |

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

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