Arizona

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 Arizona is a reduction of $14,243,537 in business activity, a reduction of $7,176,235 in labor income, and a loss of 213 jobs.

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

**Economic Impact of Medicare Nursing Facility Payment Cutback**

**Fiscal Year 2010**

<table>
<thead>
<tr>
<th></th>
<th>Direct</th>
<th>Indirect</th>
<th>Induced</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Business Activity Impacts ($)</td>
<td>8,699,488</td>
<td>1,750,443</td>
<td>3,793,606</td>
<td>14,243,537</td>
</tr>
<tr>
<td>Income Impacts ($)</td>
<td>5,304,794</td>
<td>591,449</td>
<td>1,279,992</td>
<td>7,176,235</td>
</tr>
<tr>
<td>Employment Impacts (Jobs)</td>
<td>168</td>
<td>13</td>
<td>32</td>
<td>213</td>
</tr>
</tbody>
</table>

*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.
Arizona
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 Arizona Congressional District 1 is a reduction of $1,825,974 in business activity, a reduction of $953,250 in labor income, and a loss of 29 jobs.

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

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

<table>
<thead>
<tr>
<th></th>
<th>Direct</th>
<th>Indirect</th>
<th>Induced</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Business Activity Impacts ($)</strong></td>
<td>1,221,773</td>
<td>191,193</td>
<td>413,008</td>
<td>1,825,974</td>
</tr>
<tr>
<td><strong>Income Impacts ($)</strong></td>
<td>745,538</td>
<td>65,499</td>
<td>142,213</td>
<td>953,250</td>
</tr>
<tr>
<td><strong>Employment Impacts (Jobs)</strong></td>
<td>23</td>
<td>2</td>
<td>4</td>
<td>29</td>
</tr>
</tbody>
</table>

**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.
Arizona
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 Arizona Congressional District 2 is a reduction of $2,677,935 in business activity, a reduction of $1,411,976 in labor income, and a loss of 41 jobs.

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

Economic Impact of Medicare Nursing Facility Payment Cutback
Fiscal Year 2010

<table>
<thead>
<tr>
<th>Arizona Congressional District 2</th>
<th>Direct</th>
<th>Indirect</th>
<th>Induced</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Business Activity Impacts ($)</td>
<td>1,821,346</td>
<td>268,200</td>
<td>588,389</td>
<td>2,677,935</td>
</tr>
<tr>
<td>Income Impacts ($)</td>
<td>1,114,990</td>
<td>94,666</td>
<td>202,320</td>
<td>1,411,976</td>
</tr>
<tr>
<td>Employment Impacts (Jobs)</td>
<td>34</td>
<td>2</td>
<td>5</td>
<td>41</td>
</tr>
</tbody>
</table>

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.


Arizona
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 Arizona Congressional District 3 is a reduction of $1,120,695 in business activity, a reduction of $577,487 in labor income, and a loss of 16 jobs.

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

Economic Impact of Medicare Nursing Facility Payment Cutback
Fiscal Year 2010

<table>
<thead>
<tr>
<th>Arizona Congressional District 3</th>
<th>Direct</th>
<th>Indirect</th>
<th>Induced</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Business Activity Impacts ($)</td>
<td>710,179</td>
<td>126,969</td>
<td>283,547</td>
<td>1,120,695</td>
</tr>
<tr>
<td>Income Impacts ($)</td>
<td>435,473</td>
<td>44,011</td>
<td>98,003</td>
<td>577,487</td>
</tr>
<tr>
<td>Employment Impacts (Jobs)</td>
<td>13</td>
<td>1</td>
<td>2</td>
<td>16</td>
</tr>
</tbody>
</table>

**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.

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**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.
Arizona
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 Arizona Congressional District 4 is a reduction of $442,867 in business activity, a reduction of $236,522 in labor income, and a loss of 7 jobs.

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

Economic Impact of Medicare Nursing Facility Payment Cutback
Fiscal Year 2010

<table>
<thead>
<tr>
<th></th>
<th>Direct</th>
<th>Indirect</th>
<th>Induced</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Business Activity Impacts ($)</td>
<td>315,441</td>
<td>63,414</td>
<td>64,012</td>
<td>442,867</td>
</tr>
<tr>
<td>Income Impacts ($)</td>
<td>193,425</td>
<td>21,082</td>
<td>22,015</td>
<td>236,522</td>
</tr>
<tr>
<td>Employment Impacts (Jobs)</td>
<td>6</td>
<td>0</td>
<td>1</td>
<td>7</td>
</tr>
</tbody>
</table>

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.

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Total Impact is the sum of the direct, indirect, and induced effects.

Labor Income is the sum of employee compensation and proprietary income.

Arizona
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 Arizona Congressional District 5 is a reduction of $1,950,340 in business activity, a reduction of $1,024,843 in labor income, and a loss of 30 jobs.

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

Economic Impact of Medicare Nursing Facility Payment Cutback
Fiscal Year 2010

<table>
<thead>
<tr>
<th>Arizona Congressional District 5</th>
<th>Direct</th>
<th>Indirect</th>
<th>Induced</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Business Activity Impacts ($)</td>
<td>1,297,880</td>
<td>237,093</td>
<td>415,367</td>
<td>1,950,340</td>
</tr>
<tr>
<td>Income Impacts ($)</td>
<td>795,844</td>
<td>84,442</td>
<td>144,557</td>
<td>1,024,843</td>
</tr>
<tr>
<td>Employment Impacts (Jobs)</td>
<td>24</td>
<td>2</td>
<td>4</td>
<td>30</td>
</tr>
</tbody>
</table>

**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.

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**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.


Arizona
Congressional District 6

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 Arizona Congressional District 6 is a reduction of $1,994,607 in business activity, a reduction of $1,060,581 in labor income, and a loss of 31 jobs.

The following schedule illustrates the direct, indirect, and induced impact of this cut in reimbursement on Arizona Congressional District 6.

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

<table>
<thead>
<tr>
<th>Arizona Congressional District 6</th>
<th>Direct</th>
<th>Indirect</th>
<th>Induced</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Business Activity Impacts ($)</td>
<td>1,371,550</td>
<td>195,916</td>
<td>427,141</td>
<td>1,994,607</td>
</tr>
<tr>
<td>Income Impacts ($)</td>
<td>840,919</td>
<td>72,153</td>
<td>147,509</td>
<td>1,060,581</td>
</tr>
<tr>
<td>Employment Impacts (Jobs)</td>
<td>25</td>
<td>2</td>
<td>4</td>
<td>31</td>
</tr>
</tbody>
</table>

**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.

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**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.


Arizona
Congressional District 7

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 Arizona Congressional District 7 is a reduction of $838,186 in business activity, a reduction of $430,485 in labor income, and a loss of 13 jobs.

The following schedule illustrates the direct, indirect, and induced impact of this cut in reimbursement on Arizona Congressional District 7.

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

<table>
<thead>
<tr>
<th>Arizona Congressional District 7</th>
<th>Direct</th>
<th>Indirect</th>
<th>Induced</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Business Activity Impacts ($)</td>
<td>540,743</td>
<td>99,644</td>
<td>197,799</td>
<td>838,186</td>
</tr>
<tr>
<td>Income Impacts ($)</td>
<td>330,237</td>
<td>33,221</td>
<td>67,027</td>
<td>430,485</td>
</tr>
<tr>
<td>Employment Impacts (Jobs)</td>
<td>10</td>
<td>1</td>
<td>2</td>
<td>13</td>
</tr>
</tbody>
</table>

**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.

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**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.
Arizona
Congressional District 8

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 Arizona Congressional District 8 is a reduction of $2,140,642 in business activity, a reduction of $1,097,774 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 Arizona Congressional District 8.

Economic Impact of Medicare Nursing Facility Payment Cutback
Fiscal Year 2010


<table>
<thead>
<tr>
<th>Arizona Congressional District 8</th>
</tr>
</thead>
<tbody>
<tr>
<td>Direct</td>
</tr>
<tr>
<td>Business Activity Impacts ($)</td>
</tr>
<tr>
<td>Income Impacts ($)</td>
</tr>
<tr>
<td>Employment Impacts (Jobs)</td>
</tr>
</tbody>
</table>

**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.

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**Labor Income** is the sum of employee compensation and proprietary income.


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**

<table>
<thead>
<tr>
<th></th>
<th>Direct</th>
<th>Indirect</th>
<th>Induced</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Business Activity Impacts ($)</td>
<td>1,050,000,000</td>
<td>457,958,967</td>
<td>1,030,615,974</td>
<td>2,538,574,941</td>
</tr>
<tr>
<td>Income Impacts ($)</td>
<td>640,413,737</td>
<td>139,085,410</td>
<td>322,634,472</td>
<td>1,102,133,619</td>
</tr>
<tr>
<td>Employment Impacts (Jobs)</td>
<td>20,219</td>
<td>2,842</td>
<td>7,262</td>
<td>30,323</td>
</tr>
</tbody>
</table>

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.

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