Minnesota

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 Minnesota is a reduction of $27,869,144 in business activity, a reduction of $13,274,491 in labor income, and a loss of 466 jobs.

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

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 ($)</td>
<td>16,073,576</td>
<td>4,187,641</td>
<td>7,607,927</td>
<td>27,869,144</td>
</tr>
<tr>
<td>Income Impacts ($)</td>
<td>9,570,884</td>
<td>1,290,685</td>
<td>2,412,922</td>
<td>13,274,491</td>
</tr>
<tr>
<td>Employment Impacts (Jobs)</td>
<td>371</td>
<td>30</td>
<td>65</td>
<td>466</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.


Minnesota
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 Minnesota Congressional District 1 is a reduction of $3,923,120 in business activity, a reduction of $1,876,283 in labor income, and a loss of 78 jobs.

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

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

<table>
<thead>
<tr>
<th>Minnesota Congressional District 1</th>
<th>Direct</th>
<th>Indirect</th>
<th>Induced</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Business Activity Impacts ($)</td>
<td>2,533,623</td>
<td>459,937</td>
<td>929,560</td>
<td>3,923,120</td>
</tr>
<tr>
<td>Income Impacts ($)</td>
<td>1,475,487</td>
<td>122,831</td>
<td>277,965</td>
<td>1,876,283</td>
</tr>
<tr>
<td>Employment Impacts (Jobs)</td>
<td>65</td>
<td>4</td>
<td>9</td>
<td>78</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.


Minnesota
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 Minnesota Congressional District 2 is a reduction of $2,116,152 in business activity, a reduction of $1,049,783 in labor income, and a loss of 34 jobs.

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

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 ($)</td>
<td>1,319,056</td>
<td>286,204</td>
<td>510,892</td>
<td>2,116,152</td>
</tr>
<tr>
<td>Income Impacts ($)</td>
<td>795,935</td>
<td>90,431</td>
<td>163,417</td>
<td>1,049,783</td>
</tr>
<tr>
<td>Employment Impacts (Jobs)</td>
<td>28</td>
<td>2</td>
<td>4</td>
<td>34</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.


Minnesota 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 Minnesota Congressional District 3 is a reduction of $2,394,996 in business activity, a reduction of $1,249,954 in labor income, and a loss of 39 jobs.

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

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 ($)</td>
<td>1,592,700</td>
<td>315,572</td>
<td>486,724</td>
<td>2,394,996</td>
</tr>
<tr>
<td>Income Impacts ($)</td>
<td>969,057</td>
<td>112,309</td>
<td>168,588</td>
<td>1,249,954</td>
</tr>
<tr>
<td>Employment Impacts (Jobs)</td>
<td>33</td>
<td>2</td>
<td>4</td>
<td>39</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.


Minnesota
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 Minnesota Congressional District 4 is a reduction of $3,621,147 in business activity, a reduction of $1,826,720 in labor income, and a loss of 57 jobs.

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

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

**Fiscal Year 2010**

<table>
<thead>
<tr>
<th>Minnesota Congressional District 4</th>
<th>Direct</th>
<th>Indirect</th>
<th>Induced</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Business Activity Impacts ($)</td>
<td>2,261,786</td>
<td>459,077</td>
<td>900,284</td>
<td>3,621,147</td>
</tr>
<tr>
<td>Income Impacts ($)</td>
<td>1,374,094</td>
<td>154,012</td>
<td>298,614</td>
<td>1,826,720</td>
</tr>
<tr>
<td>Employment Impacts (Jobs)</td>
<td>47</td>
<td>3</td>
<td>7</td>
<td>57</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.
Minnesota
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 Minnesota Congressional District 5 is a reduction of $3,685,788 in business activity, a reduction of $1,949,939 in labor income, and a loss of 61 jobs.

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

<table>
<thead>
<tr>
<th>Economic Impact of Medicare Nursing Facility Payment Cutback</th>
<th>Fiscal Year 2010</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Minnesota Congressional District 5</strong></td>
<td></td>
</tr>
<tr>
<td></td>
<td>Direct</td>
</tr>
<tr>
<td>Business Activity Impacts ($)</td>
<td>2,563,903</td>
</tr>
<tr>
<td>Income Impacts ($)</td>
<td>1,560,478</td>
</tr>
<tr>
<td>Employment Impacts (Jobs)</td>
<td>52</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.
Minnesota
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 Minnesota Congressional District 6 is a reduction of $2,358,529 in business activity, a reduction of $1,194,798 in labor income, and a loss of 39 jobs.

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

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

<table>
<thead>
<tr>
<th>Economic Impact Analysis</th>
<th>Direct</th>
<th>Indirect</th>
<th>Induced</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Business Activity Impacts ($)</td>
<td>1,508,408</td>
<td>294,127</td>
<td>555,994</td>
<td>2,358,529</td>
</tr>
<tr>
<td>Income Impacts ($)</td>
<td>913,348</td>
<td>94,575</td>
<td>186,875</td>
<td>1,194,798</td>
</tr>
<tr>
<td>Employment Impacts (Jobs)</td>
<td>32</td>
<td>2</td>
<td>5</td>
<td>39</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.


Minnesota
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 Minnesota Congressional District 7 is a reduction of $3,063,253 in business activity, a reduction of $1,481,218 in labor income, and a loss of 63 jobs.

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

Economic Impact of Medicare Nursing Facility Payment Cutback
Fiscal Year 2010

<table>
<thead>
<tr>
<th>Economic Impact Analysis</th>
<th>Direct</th>
<th>Indirect</th>
<th>Induced</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Minnesota Congressional District 7</td>
<td>2,072,856</td>
<td>357,545</td>
<td>632,852</td>
<td>3,063,253</td>
</tr>
<tr>
<td>Income Impacts ($)</td>
<td>1,203,668</td>
<td>93,518</td>
<td>184,032</td>
<td>1,481,218</td>
</tr>
<tr>
<td>Employment Impacts (Jobs)</td>
<td>54</td>
<td>3</td>
<td>6</td>
<td>63</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.


Minnesota 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 Minnesota Congressional District 8 is a reduction of $3,226,537 in business activity, a reduction of $1,620,203 in labor income, and a loss of 63 jobs.

The following schedule illustrates the direct, indirect, and induced impact of this cut in reimbursement on Minnesota Congressional District 8.

<table>
<thead>
<tr>
<th>Economic Impact of Medicare Nursing Facility Payment Cutback</th>
<th>Fiscal Year 2010</th>
</tr>
</thead>
<tbody>
<tr>
<td>Minnesota Congressional District 8</td>
<td>Direct</td>
</tr>
<tr>
<td>Business Activity Impacts ($)</td>
<td>2,221,244</td>
</tr>
<tr>
<td>Income Impacts ($)</td>
<td>1,313,562</td>
</tr>
<tr>
<td>Employment Impacts (Jobs)</td>
<td>53</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.


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>United States</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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