New Jersey

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 New Jersey is a reduction of $79,855,187 in business activity, a reduction of $40,843,645 in labor income, and a loss of 1,009 jobs.

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

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 ($)</td>
<td>48,272,384</td>
<td>10,211,304</td>
<td>21,371,499</td>
<td>79,855,187</td>
</tr>
<tr>
<td>Income Impacts ($)</td>
<td>29,939,884</td>
<td>3,627,042</td>
<td>7,276,719</td>
<td>40,843,645</td>
</tr>
<tr>
<td>Employment Impacts (Jobs)</td>
<td>792</td>
<td>65</td>
<td>152</td>
<td>1,009</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.

New Jersey
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 New Jersey Congressional District 1 is a reduction of $3,802,805 in business activity, a reduction of $1,972,977 in labor income, and a loss of 53 jobs.

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

Economic Impact of Medicare Nursing Facility Payment Cutback
Fiscal Year 2010

<table>
<thead>
<tr>
<th>New Jersey Congressional District 1</th>
<th>Direct</th>
<th>Indirect</th>
<th>Induced</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Business Activity Impacts ($)</td>
<td>2,423,589</td>
<td>424,820</td>
<td>954,396</td>
<td>3,802,805</td>
</tr>
<tr>
<td>Income Impacts ($)</td>
<td>1,494,439</td>
<td>151,982</td>
<td>326,556</td>
<td>1,972,977</td>
</tr>
<tr>
<td>Employment Impacts (Jobs)</td>
<td>42</td>
<td>3</td>
<td>8</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.

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


New Jersey
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 New Jersey Congressional District 2 is a reduction of $5,093,527 in business activity, a reduction of $2,671,371 in labor income, and a loss of 73 jobs.

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

**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 ($)</td>
<td>3,389,381</td>
<td>521,589</td>
<td>1,182,557</td>
<td>5,093,527</td>
</tr>
<tr>
<td>Income Impacts ($)</td>
<td>2,088,035</td>
<td>175,063</td>
<td>408,273</td>
<td>2,671,371</td>
</tr>
<tr>
<td>Employment Impacts (Jobs)</td>
<td>59</td>
<td>4</td>
<td>10</td>
<td>73</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.


New Jersey
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 New Jersey Congressional District 3 is a reduction of $7,508,834 in business activity, a reduction of $3,880,892 in labor income, and a loss of 101 jobs.

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

Economic Impact of Medicare Nursing Facility Payment Cutback
Fiscal Year 2010

<table>
<thead>
<tr>
<th>New Jersey Congressional District 3</th>
<th>Direct</th>
<th>Indirect</th>
<th>Induced</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Business Activity Impacts ($)</td>
<td>4,686,928</td>
<td>921,092</td>
<td>1,900,814</td>
<td>7,508,834</td>
</tr>
<tr>
<td>Income Impacts ($)</td>
<td>2,898,975</td>
<td>326,235</td>
<td>655,682</td>
<td>3,880,892</td>
</tr>
<tr>
<td>Employment Impacts (Jobs)</td>
<td>79</td>
<td>7</td>
<td>15</td>
<td>101</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.
New Jersey
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 New Jersey Congressional District 4 is a reduction of $7,546,034 in business activity, a reduction of $3,966,434 in labor income, and a loss of 100 jobs.

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

Economic Impact of Medicare Nursing Facility Payment Cutback
Fiscal Year 2010

<table>
<thead>
<tr>
<th>New Jersey Congressional District 4</th>
<th>Direct</th>
<th>Indirect</th>
<th>Induced</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Business Activity Impacts ($)</td>
<td>4,861,208</td>
<td>863,072</td>
<td>1,821,754</td>
<td>7,546,034</td>
</tr>
<tr>
<td>Income Impacts ($)</td>
<td>3,012,682</td>
<td>314,956</td>
<td>638,796</td>
<td>3,966,434</td>
</tr>
<tr>
<td>Employment Impacts (Jobs)</td>
<td>80</td>
<td>6</td>
<td>14</td>
<td>100</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.


New Jersey
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 New Jersey Congressional District 5 is a reduction of $9,184,090 in business activity, a reduction of $4,843,450 in labor income, and a loss of 117 jobs.

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

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

<table>
<thead>
<tr>
<th>New Jersey Congressional District 5</th>
<th>Direct</th>
<th>Indirect</th>
<th>Induced</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Business Activity Impacts ($)</td>
<td>5,894,887</td>
<td>1,060,634</td>
<td>2,228,569</td>
<td>9,184,090</td>
</tr>
<tr>
<td>Income Impacts ($)</td>
<td>3,669,698</td>
<td>385,042</td>
<td>788,710</td>
<td>4,843,450</td>
</tr>
<tr>
<td>Employment Impacts (Jobs)</td>
<td>93</td>
<td>7</td>
<td>17</td>
<td>117</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.


New Jersey
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 New Jersey Congressional District 6 is a reduction of $4,804,961 in business activity, a reduction of $2,538,131 in labor income, and a loss of 62 jobs.

The following schedule illustrates the direct, indirect, and induced impact of this cut in reimbursement on New Jersey 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>New Jersey Congressional District 6</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Business Activity Impacts ($)</td>
<td>3,120,835</td>
<td>571,791</td>
<td>1,112,335</td>
<td>4,804,961</td>
</tr>
<tr>
<td>Income Impacts ($)</td>
<td>1,939,034</td>
<td>211,497</td>
<td>387,600</td>
<td>2,538,131</td>
</tr>
<tr>
<td>Employment Impacts (Jobs)</td>
<td>50</td>
<td>4</td>
<td>8</td>
<td>62</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.
New Jersey
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 New Jersey Congressional District 7 is a reduction of $5,179,382 in business activity, a reduction of $2,698,024 in labor income, and a loss of 65 jobs.

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

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

<table>
<thead>
<tr>
<th>New Jersey Congressional District 7</th>
<th>Direct</th>
<th>Indirect</th>
<th>Induced</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Business Activity Impacts ($)</td>
<td>3,275,511</td>
<td>644,528</td>
<td>1,259,343</td>
<td>5,179,382</td>
</tr>
<tr>
<td>Income Impacts ($)</td>
<td>2,036,757</td>
<td>231,795</td>
<td>429,472</td>
<td>2,698,024</td>
</tr>
<tr>
<td>Employment Impacts (Jobs)</td>
<td>52</td>
<td>4</td>
<td>9</td>
<td>65</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.


New Jersey
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 New Jersey Congressional District 8 is a reduction of $7,132,994 in business activity, a reduction of $3,717,187 in labor income, and a loss of 92 jobs.

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

Economic Impact of Medicare Nursing Facility Payment Cutback
Fiscal Year 2010

<table>
<thead>
<tr>
<th>New Jersey Congressional District 8</th>
<th>Direct</th>
<th>Indirect</th>
<th>Induced</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Business Activity Impacts ($)</td>
<td>4,511,517</td>
<td>876,129</td>
<td>1,745,348</td>
<td>7,132,994</td>
</tr>
<tr>
<td>Income Impacts ($)</td>
<td>2,804,757</td>
<td>310,933</td>
<td>601,497</td>
<td>3,717,187</td>
</tr>
<tr>
<td>Employment Impacts (Jobs)</td>
<td>73</td>
<td>6</td>
<td>13</td>
<td>92</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.


New Jersey
Congressional District 9

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 New Jersey Congressional District 9 is a reduction of $4,858,885 in business activity, a reduction of $2,551,635 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 New Jersey Congressional District 9.

Economic Impact of Medicare Nursing Facility Payment Cutback
Fiscal Year 2010

<table>
<thead>
<tr>
<th>New Jersey Congressional District 9</th>
<th>Direct</th>
<th>Indirect</th>
<th>Induced</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Business Activity Impacts ($)</td>
<td>3,104,782</td>
<td>608,818</td>
<td>1,145,285</td>
<td>4,858,885</td>
</tr>
<tr>
<td>Income Impacts ($)</td>
<td>1,935,264</td>
<td>216,683</td>
<td>399,688</td>
<td>2,551,635</td>
</tr>
<tr>
<td>Employment Impacts (Jobs)</td>
<td>49</td>
<td>4</td>
<td>8</td>
<td>61</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.


New Jersey
Congressional District 10

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 New Jersey Congressional District 10 is a reduction of $4,030,891 in business activity, a reduction of $2,102,458 in labor income, and a loss of 50 jobs.

The following schedule illustrates the direct, indirect, and induced impact of this cut in reimbursement on New Jersey Congressional District 10.

Economic Impact of Medicare Nursing Facility Payment Cutback
Fiscal Year 2010

<table>
<thead>
<tr>
<th>New Jersey Congressional District 10</th>
<th>Direct</th>
<th>Indirect</th>
<th>Induced</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Business Activity Impacts ($)</td>
<td>2,607,322</td>
<td>456,660</td>
<td>966,909</td>
<td>4,030,891</td>
</tr>
<tr>
<td>Income Impacts ($)</td>
<td>1,622,875</td>
<td>155,341</td>
<td>324,242</td>
<td>2,102,458</td>
</tr>
<tr>
<td>Employment Impacts (Jobs)</td>
<td>41</td>
<td>3</td>
<td>6</td>
<td>50</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.


New Jersey
Congressional District 11

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 New Jersey Congressional District 11 is a reduction of $5,992,637 in business activity, a reduction of $3,199,902 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 New Jersey Congressional District 11.

Economic Impact of Medicare Nursing Facility Payment Cutback
Fiscal Year 2010

<table>
<thead>
<tr>
<th>New Jersey Congressional District 11</th>
<th>Direct</th>
<th>Indirect</th>
<th>Induced</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Business Activity Impacts ($)</td>
<td>3,923,903</td>
<td>735,077</td>
<td>1,333,657</td>
<td>5,992,637</td>
</tr>
<tr>
<td>Income Impacts ($)</td>
<td>2,440,562</td>
<td>274,967</td>
<td>484,373</td>
<td>3,199,902</td>
</tr>
<tr>
<td>Employment Impacts (Jobs)</td>
<td>63</td>
<td>5</td>
<td>10</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.


New Jersey
Congressional District 12

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 New Jersey Congressional District 12 is a reduction of $6,895,306 in business activity, a reduction of $3,632,105 in labor income, and a loss of 89 jobs.

The following schedule illustrates the direct, indirect, and induced impact of this cut in reimbursement on New Jersey Congressional District 12.

Economic Impact of Medicare Nursing Facility Payment Cutback
Fiscal Year 2010

<table>
<thead>
<tr>
<th>Economic Impact</th>
<th>Direct</th>
<th>Indirect</th>
<th>Induced</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Business Activity Impacts ($)</td>
<td>4,372,939</td>
<td>807,103</td>
<td>1,715,264</td>
<td>6,895,306</td>
</tr>
<tr>
<td>Income Impacts ($)</td>
<td>2,715,638</td>
<td>302,327</td>
<td>614,140</td>
<td>3,632,105</td>
</tr>
<tr>
<td>Employment Impacts (Jobs)</td>
<td>71</td>
<td>5</td>
<td>13</td>
<td>89</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.


New Jersey
Congressional District 13

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 New Jersey Congressional District 13 is a reduction of $3,190,258 in business activity, a reduction of $1,680,653 in labor income, and a loss of 40 jobs.

The following schedule illustrates the direct, indirect, and induced impact of this cut in reimbursement on New Jersey Congressional District 13.

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

<table>
<thead>
<tr>
<th>New Jersey Congressional District 13</th>
<th>Direct</th>
<th>Indirect</th>
<th>Induced</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Business Activity Impacts ($)</td>
<td>2,099,582</td>
<td>367,105</td>
<td>723,571</td>
<td>3,190,258</td>
</tr>
<tr>
<td>Income Impacts ($)</td>
<td>1,308,153</td>
<td>128,689</td>
<td>243,811</td>
<td>1,680,653</td>
</tr>
<tr>
<td>Employment Impacts (Jobs)</td>
<td>33</td>
<td>2</td>
<td>5</td>
<td>40</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.


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.

**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.
