

Impact on Medicare Hospice: President's FY 09 Budget and Budget Neutrality Adjustment Factor

The President's fiscal year 2009 budget calls for a three-year freeze in the Medicare hospice market basket update for fiscal year 2009 - 2011 and a .65 reduction thereafter. CMS has proposed a \$2.29 billion cut in hospice payments by eliminating the budget neutrality adjustment factor (BNAF) for the hospice wage index from 2009-2013.

			Projected Losses: *President's FY09 Budget					
			Market Basket Freeze		Budget Neutrality Adjustment		Total Losses	
	Medicare Reimbursement	% of National Reimbursement	FY 2009	FY 2009-13	FY 2009	FY 2009-13	FY 2009	FY 2009-13
US	\$9,228,165,915	100.00%	\$350,000,000	\$5,140,000,000	\$100,000,000	\$2,290,000,000	\$450,000,000	\$7,430,000,000
State								
AL	\$354,059,161.78	3.84%	\$13,428,530	\$197,207,561	\$3,836,723	\$87,860,956	\$17,265,253	\$285,068,517
AK	\$3,302,213.08	0.04%	\$125,244	\$1,839,301	\$35,784	\$819,455	\$161,028	\$2,658,756
AZ	\$346,052,545.19	3.75%	\$13,124,861	\$192,747,952	\$3,749,960	\$85,874,088	\$16,874,821	\$278,622,040
AR	\$89,264,751.41	0.97%	\$3,385,577	\$49,719,611	\$967,308	\$22,151,344	\$4,352,884	\$71,870,956
CA	\$810,643,630.84	8.78%	\$30,745,575	\$451,520,736	\$8,784,450	\$201,163,908	\$39,530,025	\$652,684,643
CO	\$126,136,410.34	1.37%	\$4,784,021	\$70,256,772	\$1,366,863	\$31,301,169	\$6,150,885	\$101,557,941
CT	\$79,832,767.77	0.87%	\$3,027,846	\$44,466,087	\$865,099	\$19,810,766	\$3,892,945	\$64,276,853
DE	\$33,937,287.15	0.37%	\$1,287,152	\$18,902,744	\$367,758	\$8,421,650	\$1,654,909	\$27,324,394
DC	\$6,895,131.26	0.07%	\$261,514	\$3,840,522	\$74,718	\$1,711,050	\$336,232	\$5,551,572
FL	\$1,032,578,495.44	11.19%	\$39,162,980	\$575,136,329	\$11,189,423	\$256,237,781	\$50,352,402	\$831,374,110
GA	\$292,109,420.29	3.17%	\$11,078,940	\$162,702,148	\$3,165,411	\$72,487,922	\$14,244,352	\$235,190,071
HI	\$16,122,107.54	0.17%	\$611,469	\$8,979,859	\$174,705	\$4,000,754	\$786,174	\$12,980,614
ID	\$43,017,508.19	0.47%	\$1,631,541	\$23,960,340	\$466,154	\$10,674,937	\$2,097,695	\$34,635,277
IL	\$291,571,756.89	3.16%	\$11,058,548	\$162,402,675	\$3,159,585	\$72,354,499	\$14,218,133	\$234,757,174
IN	\$184,518,231.79	2.00%	\$6,998,290	\$102,774,887	\$1,999,511	\$45,788,812	\$8,997,801	\$148,563,699
IA	\$106,994,252.91	1.16%	\$4,058,010	\$59,594,774	\$1,159,431	\$26,550,979	\$5,217,441	\$86,145,753
KS	\$89,985,157.93	0.98%	\$3,412,900	\$50,120,871	\$975,114	\$22,330,116	\$4,388,014	\$72,450,986
KY	\$91,253,526.86	0.99%	\$3,461,006	\$50,827,340	\$988,859	\$22,644,866	\$4,449,864	\$73,472,206
LA	\$132,839,412.22	1.44%	\$5,038,249	\$73,990,280	\$1,439,500	\$32,964,541	\$6,477,748	\$106,954,821

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State								
MA	\$175,118,416.23	1.90%	\$6,641,780	\$97,539,280	\$1,897,651	\$43,456,216	\$8,539,431	\$140,995,496
MD	\$93,207,504.27	1.01%	\$3,535,115	\$51,915,687	\$1,010,033	\$23,129,752	\$4,545,148	\$75,045,438
ME	\$31,990,398.80	0.35%	\$1,213,311	\$17,818,346	\$346,660	\$7,938,524	\$1,559,972	\$25,756,869
MI	\$275,848,247.28	2.99%	\$10,462,197	\$153,644,831	\$2,989,199	\$68,452,658	\$13,451,396	\$222,097,489
MN	\$111,171,380.51	1.20%	\$4,216,437	\$61,921,394	\$1,204,696	\$27,587,547	\$5,421,134	\$89,508,941
MO	\$212,394,690.04	2.30%	\$8,055,571	\$118,301,807	\$2,301,592	\$52,706,447	\$10,357,162	\$171,008,255
MS	\$207,029,244.73	2.24%	\$7,852,073	\$115,313,306	\$2,243,450	\$51,374,994	\$10,095,523	\$166,688,300
MT	\$20,910,913.99	0.23%	\$793,096	\$11,647,179	\$226,599	\$5,189,113	\$1,019,695	\$16,836,291
NE	\$37,442,912.57	0.41%	\$1,420,111	\$20,855,344	\$405,746	\$9,291,583	\$1,825,857	\$30,146,927
NV	\$66,772,390.61	0.72%	\$2,532,501	\$37,191,582	\$723,572	\$16,569,790	\$3,256,072	\$53,761,372
NH	\$27,894,461.23	0.30%	\$1,057,963	\$15,536,948	\$302,275	\$6,922,103	\$1,360,239	\$22,459,051
NJ	\$204,851,492.06	2.22%	\$7,769,477	\$114,100,318	\$2,219,851	\$50,834,578	\$9,989,327	\$164,934,896
NM	\$85,534,463.63	0.93%	\$3,244,097	\$47,641,877	\$926,885	\$21,225,661	\$4,170,981	\$68,867,538
NY	\$293,017,620.32	3.18%	\$11,113,386	\$163,208,007	\$3,175,253	\$72,713,295	\$14,288,639	\$235,921,302
NC	\$310,891,349.80	3.37%	\$11,791,289	\$173,163,503	\$3,368,940	\$77,148,720	\$15,160,229	\$250,312,224
ND	\$14,283,219.77	0.15%	\$541,725	\$7,955,617	\$154,779	\$3,544,428	\$696,503	\$11,500,045
OH	\$401,221,204.42	4.35%	\$15,217,262	\$223,476,367	\$4,347,789	\$99,564,374	\$19,565,052	\$323,040,740
OK	\$252,950,880.17	2.74%	\$9,593,760	\$140,891,217	\$2,741,074	\$62,770,600	\$12,334,834	\$203,661,817
OR	\$118,167,866.70	1.28%	\$4,481,796	\$65,818,370	\$1,280,513	\$29,323,748	\$5,762,309	\$95,142,118
PA	\$417,195,581.76	4.52%	\$15,823,128	\$232,373,942	\$4,520,894	\$103,528,468	\$20,344,022	\$335,902,410
PR	\$75,414,808.59	0.82%	\$2,860,285	\$42,005,326	\$817,224	\$18,714,435	\$3,677,509	\$60,719,761
RI	\$40,207,994.37	0.44%	\$1,524,983	\$22,395,468	\$435,709	\$9,977,747	\$1,960,693	\$32,373,215

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State								
SC	\$162,410,028.83	1.76%	\$6,159,784	\$90,460,830	\$1,759,938	\$40,302,588	\$7,919,722	\$130,763,418
SD	\$13,001,012.86	0.14%	\$493,094	\$7,241,440	\$140,884	\$3,226,244	\$633,978	\$10,467,684
TN	\$168,935,761.38	1.83%	\$6,407,288	\$94,095,601	\$1,830,654	\$41,921,970	\$8,237,942	\$136,017,570
TX	\$672,272,170.82	7.29%	\$25,497,511	\$374,449,158	\$7,285,003	\$166,826,570	\$32,782,514	\$541,275,729
UT	\$96,554,989.19	1.05%	\$3,662,076	\$53,780,204	\$1,046,307	\$23,960,441	\$4,708,384	\$77,740,645
VT	\$10,019,183.57	0.11%	\$380,001	\$5,580,589	\$108,572	\$2,486,294	\$488,573	\$8,066,883
VI	\$1,169,463.34	0.01%	\$44,355	\$651,380	\$12,673	\$290,206	\$57,027	\$941,586
VA	\$148,040,088.14	1.60%	\$5,614,770	\$82,456,911	\$1,604,220	\$36,736,639	\$7,218,990	\$119,193,550
WA	\$140,748,738.01	1.53%	\$5,338,229	\$78,395,699	\$1,525,208	\$34,927,266	\$6,863,437	\$113,322,965
WV	\$54,434,375.20	0.59%	\$2,064,552	\$30,319,425	\$589,872	\$13,508,071	\$2,654,424	\$43,827,496
WI	\$149,700,418.92	1.62%	\$5,677,742	\$83,381,699	\$1,622,212	\$37,148,656	\$7,299,954	\$120,530,355
WY	\$6,248,873.81	0.07%	\$237,003	\$3,480,563	\$67,715	\$1,550,679	\$304,719	\$5,031,242

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