

Maine

Impact of Medicare's Proposed Home Health Cuts

The Centers for Medicare & Medicaid Services (CMS) has proposed a **permanent 7.69% payment cut** to Medicare home health beginning in 2023 and a steep **\$2 billion "clawback" cut** beginning in 2024, with the potential for additional cuts in the years beyond. This cut equates to a **\$1.33 billion cut** from home healthcare in 2023 alone. In total, these cuts could reach **\$18.15 billion** over the next ten years.

Access to Medicare home health services is vital to the health, safety, and rehabilitation of older Americans. If implemented, these payment reductions will jeopardize the stability of this vital sector and risk access to Medicare home health services.

Partnership for
Quality Home
Healthcare

THERE'S NO PLACE LIKE HOME



Number of Medicare
Home Health Beneficiaries
15,869

Number of Home
Health Agencies
21

Annual Economic
Impact of Home Health
\$276,419,461

Impact of 7.69%
Cut to HH in 2023
-\$3,111,254

Impact of \$2B Clawback for
Care Provided in 2020 & 2021
-\$7,511,774

Estimated Impact of
Clawback for 2022
-\$4,491,240

Total Impact of
Cuts in 2023
-\$15,114,269

Impact of Total Cuts as a Percentage
of Medicare HH Revenue
22.0% cut out of \$68,671,760

Percentage of Home Health
Agencies with Margins Below Zero
52.6%