

Compounding factors:

- ❖ In addition to the \$76 million in scheduled Medicaid cuts, federal FY 12 will bring another \$111 million in Medicare cuts to hospitals.
- ❖ Nursing homes will also see an additional \$31 million in Medicare cuts in FY12.
- ❖ Without Congressional action, physicians will face Medicare cuts of at least 25% next year.
- ❖ For the average physician or hospital, more than half of their revenues come from fixed, governmental payment systems.
- ❖ Medicaid and Medicare cuts increase pressure on private employer health care costs and insurance rates.
- ❖ Together, Medicare and Medicaid cuts compound challenges for providers striving to continue offering high quality care.

***Thank you for your help in keeping access to care a high priority
for the state budget.***

