Florida

Impact of Medicare's Proposed Home Health Cuts

The Centers for Medicare & Medicaid Services (CMS) has proposed a **permanent** 7.69% payment rate cut to Medicare home health beginning in 2023 and a steep \$2 billion "clawback" cut as early as 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.





Number of Medicare Home Health Beneficiaries **279,715**

Number of Home Health Agencies **877**

Overall State Economic Impact of Home Health \$5,457,192,980

Estimated 2023 Medicare HH Revenue Without Cuts \$1,571,966,080

Gross Impact of 7.69% Cut to HH in 2023 -\$113,972,101

Impact of \$2B Clawback for Care Provided in 2020 & 2021 -\$171,952,111

Estimated Impact of Potential Clawback for Care Provided in 2022 -\$102,809,029

% of HH Agencies with Overall Margins Below Zero After 2023 Cut **54.1%**