CONGRESS: Tell CMS to Stop Additional Cuts to Home Health in 2024

The proposed cuts implemented by CMS threaten access to home healthcare services, especially in rural and hard-to-reach communities.

The Centers for Medicare & Medicaid Services (CMS) plans to implement a permanent

7.85% cut in 2024. This equates to more than\$1 billion in cuts annually. The overall spending forthe home health benefit is only \$17 billion annually.



These cuts will total more than \$18 billion over the next ten years – even more than what CMS originally proposed. This will result in devastating, long-term repercussions for home health clients and their providers.



In 2024, it is estimated that **51%** of Medicare-certified home health agencies will be operating with **negative margins as a result of these cuts.**

Home health care is the patient preferred, cost effective setting for providing care to Medicare populations.

The Medicare Payment Advisory Commission (MedPAC) estimates that **operating margins will drop by 7% in 2023**. With the upcoming full rate reduction, **the average overall margin will fall below 0%**.

The Medicare Fee-For-Service (FFS) margins offset below-cost payment rates for Medicare covered home health services provided to Medicare Advantage enrollees and Medicaid beneficiaries.

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While this subsidization is **not optimal**, **it has worked** to ensure that all Medicare and Medicaid beneficiaries have **access to care by quality home healthcare providers**.



