

# Colorado

## 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  
**31,488**

Number of Home  
Health Agencies  
**142**

Annual Economic  
Impact of Home Health  
**\$1,438,873,821**

Impact of 7.69%  
Cut to HH in 2023  
**-\$7,023,816**

Impact of \$2B Clawback for  
Care Provided in 2020 & 2021  
**-\$17,300,728**

Estimated Impact of  
Clawback for 2022  
**-\$10,343,991**

Total Impact of  
Cuts in 2023  
**-\$34,668,535**

Impact of Total Cuts as a Percentage  
of Medicare HH Revenue  
**21.9% cut out of \$158,161,231**

Percentage of Home Health  
Agencies with Margins Below Zero  
**61.0%**