

# Texas

## 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.

Partnership for  
Quality Home  
Healthcare

THERE'S NO PLACE LIKE HOME



Number of Medicare  
Home Health Beneficiaries  
**249,810**

Number of Home  
Health Agencies  
**1,627**

Overall State Economic  
Impact of Home Health  
**\$10,475,090,058**

Estimated 2023 Medicare  
HH Revenue Without Cuts  
**\$1,761,347,695**

Gross Impact of  
7.69% Cut to HH in 2023  
**-\$128,346,241**

Impact of \$2B Clawback for  
Care Provided in 2020 & 2021  
**-\$192,667,932**

Estimated Impact of Potential  
Clawback for Care Provided in 2022  
**-\$115,194,882**

% of HH Agencies with Overall  
Margins Below Zero After 2023 Cut  
**51.8%**