

Impact of Policies on Rural Communities

Delaware

			Sequestration ² 2% Inpatient and Outpatient Medicare Revenue Cut			Bad Debt Reimbursement Cut ³ 35% Medicare Bad Debt Reimburesment Cut		
Provider Name/Number	Provider Type	Operating Margin ¹	Annual Revenue Lost ¹	Potential Job Loss ⁴	Potential GDP Loss ⁵	Annual Revenue Lost ¹	Potential Job Loss ⁴	Potential GDP Loss ⁵
Bayhealth Hospital - Sussex Campus (080009)	RPPS	16.5%	\$957,017	17	\$2,318,013	\$284,417	5	\$688,894
Beebe Healthcare - Margaret H Rollins Lewes Campus (080007)	RPPS	8.4%	\$2,814,425	42	\$5,725,578	\$116,517	2	\$237,039

2 Budget control Act of 2011

I Act of 2011 4 National Center for Rural Health works, 2016

3 Middle class Tax Relief and Job Creation Act of 2012 5 The World Bank, 2021

¹ CMS Healthcare Cost Report Information System (HCRIS) Q3 2022. Operating margin is computed in accordance with Flex Monitoring Team guidance. Reported Covid-19 PHE Funds (Worksheet G-3 line 24,50) excluded from operating margin. Adjustments made to operating margin to reflect full 2% sequester.