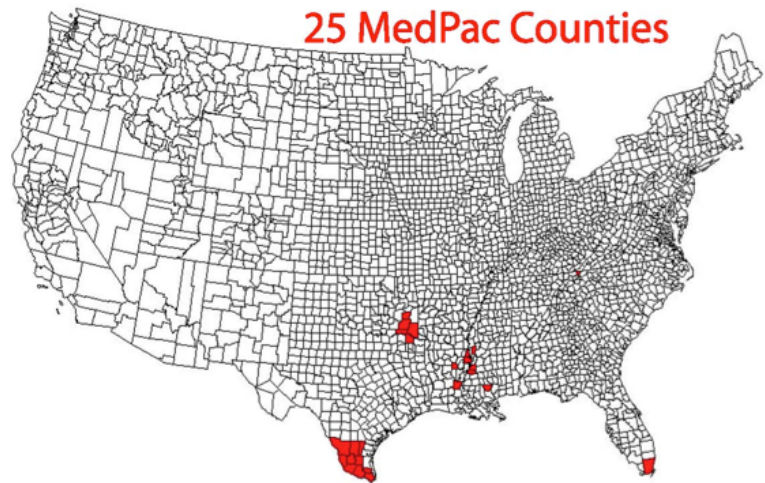


Fraud & Abuse is a Targeted Problem in Need of a Targeted Solution

MedPAC: Excessive Utilization is Occurring in 25 Counties

STATE	COUNTY	EPISODES PER USER (nat'l avg=2)
Oklahoma	Latimer	4.6
Louisiana	Madison	4.5
Oklahoma	McCurtain	4.4
Louisiana	East Carroll	4.4
Texas	Duval	4.3
Texas	Zapata	4.3
Texas	Starr	4.2
Oklahoma	Choctaw	4.2
Louisiana	Avoyelles	4.2
Texas	Red River	4.2
Texas	Brooks	4
Texas	Jim Hogg	4
Texas	Jim Wells	4
Mississippi	Sharkey	4
Oklahoma	Pushmataha	4
Texas	Hidalgo	3.9
Texas	Willacy	3.8
Texas	Webb	3.8
Louisiana	Washington	3.8
Louisiana	St. Helena	3.8
Mississippi	Jefferson	3.7
Tennessee	Hancock	3.6
Texas	Cameron	3.5
Mississippi	Claiborne	2.9
Florida	Miami-Dade	2.6



The five highest spending Core Based Statistical Areas accounted for 20 percent of all price-adjusted and health status-adjusted home health spending.

Source: Table 8-6 Counties with the highest rates of use of home health care and episodes per user, 2010. Report to Congress: Medicare Payment Policy, March 2012.

THE PROBLEM ISN'T NATIONWIDE:

The provider growth between 2005 – 2009 in the MedPAC 25 was more than **5 times the rate** of growth in the United States as a whole.

The percentage cost increase to Medicare in the MedPAC 25 between 2005 – 2009 was **almost 3.5 times** the increase in the United States as a whole.

AREA	PROVIDERS		PROVIDER GROWTH	
	2005	2009	Cum	Avg
United States	7,783	10,042	29.2%	7.3%
MedPAC 25	290	775	167.2%	41.8%

AREA	REIMBURSEMENT		REVENUE GROWTH	
	2005	2009	Cum	Avg
United States	\$12,728M	\$18,707M	46.80%	11.7%
MedPAC 25	\$592.1M	\$1.559B	163.3%	40.8%

LET'S TARGET THE BAD ACTORS, NOT INNOCENT SENIORS