

## Examining The Impact Of The Public Option On Rural Health Care

The <u>Partnership for America's Health Care Future</u> and Navigant Consulting examined the impact the public option would have on rural health care with the release of a study, "<u>The Potential Impact of a Medicare Public Option on U.S. Rural Hospitals and Communities.</u>"

The public option would put as many as **1,037 rural American hospitals in 46 states at high risk of closure**. That's 55 percent of all rural hospitals closing their doors.

<u>Since 2010</u>, 108 American rural hospitals have closed, and the public option would further disrupt the care millions of Americans rely on every day. Some of the study's other findings include:

- The 1,037 hospitals at risk represent more than 63,000 staffed beds and 420,000 employees.
- To protect hospitals from the financial impact of the public option, Medicare would need to increase reimbursement levels between 40 and 60 percent above current rates, costing between \$4 billion and \$25 billion annually.
- Rural Americans are nearly five times as likely to live in a county with a primary care
  physician shortage compared to other citizens.
- When a rural community loses its hospital, per capita income falls 4 percent and the unemployment rate rises by 1.6 percent.

As candidates and policymakers continue to discuss government-run health insurance systems such as the public option, Medicare for All, and Medicare buy-in, it's important the conversation is informed by thoughtful data that illustrates these far reaching proposals' impact on some of America's most vulnerable communities. A copy of the full report can be found here and a link to all of the Partnership's resources can be found here.

