

228 Seventh Street, SE Washington, DC 20003-4306 202-547-7424

# Home Care Delivers Freedom: Home Care Nurses, Aides and Therapists Drive 7.88 Billion Miles in 2013 To Reach Shut-in Patients

It is estimated that the home health industry drove over **7.88 billion miles** in 2013 to provide services to millions of children, adults, persons with disabilities, and the elderly. That is the equivalent to 17,462 roundtrips to the moon and travelling the entire U.S. interstate highway system 164,383 times. Serving over 14 million patients and clients each year, the home care community is committed to supporting every person's right to receive care in the setting of their

choice. Home is by far and away the preferred choice and it is a setting where high quality of care can be and is provided every day of the year.

In 2006, NAHC reported that the estimated miles driven in home care services was 4.76 billion. The increase in estimated miles over the succeeding seven years is primarily due to increases in Medicaid home care (\$53.6B in 2008 to \$74.8B in 2013), Medicare home health growth (3M users in 2006 to 3.5M in 2012), and Medicare hospice utilization (942K in 2006 to 1.28M in 2012). This overall 2013 estimate includes home health and hospice care funded by the Medicare and Medicaid programs, other government programs, private insurance, and self-paid care.



The data were calculated using the following information:

Average miles per visit: Miles per visit were collected from over 4,200 Medicare cost reports, as well as through an online survey emailed to members and non-members of the National Association for Home Care & Hospice (NAHC). From the cost reports, NAHC calculated state miles per visit by dividing mileage costs by the IRS per mile set reimbursement rate. On the online survey, NAHC collected similar cost data, and also allowed agencies to enter miles driven

if the agency had that information available. Approximately 1,200 agencies answered the survey, and 600 were able to provide the information we requested. NAHC then averaged the miles per visit estimate from the cost report and the online survey to provide a conservative state by state estimate.

Medicare Home Health and Hospice Visits: Data from the 2012 Healthcare Information Set (HCIS) from the Centers for Medicare and Medicaid Services (CMS) were used to calculate the Medicare Home Health and Hospice visits made by agencies. https://www.cms.gov/Research-Statistics-Data-and-Systems/Statistics-Trends-and-Reports/MedicareMedicaidStatSupp/2013.html Tables. Tables 7.3 and 8.3. The number of visits was provided for home health, and the number of covered days was provided for hospice. NAHC



consulted hospice industry experts to determine if covered days for hospice could translate to a number of visits. The experts confirmed that, based on data they have analyzed, covered days could be treated as visits on a 1:1 ratio. This ratio was confirmed in a CMS study conducted by Abt Associates in 2013 that calculated the number of visits in an episode at 72.38. The Medicare home health visits as reported were added together with the hospice visit calculated estimate for a national Medicare visit estimate.

Medicaid Home Care Visits: The number of Medicaid home care visits is derived from an analysis of Medicaid spending data for 2013 published by TRUVEN Health Analytics. National and state-specific spending on "home and community-based services" (HCBS) was utilized.

| State | Average<br>Miles per<br>Visit | Medicare Home<br>Health and Hospice<br>Visits | Medicaid Home Care<br>Visits | Non-Medicare and<br>Non-Medicaid Home<br>Care Visits | Total Visits | Total Miles   |
|-------|-------------------------------|---|------------------------------|--|--------------|---------------|
| US    | 10.97                         | 217,907,630                                   | 337,750,097                  | 162,807,714  | 718,465,441  | 7,881,565,888 |
| AK    | 5.72                          | 105,982                                       | 1,691,220                    | 526,580  | 2,323,782    | 13,292,034    |
| AL    | 14.37                         | 4,520,222                                     | 3,138,227                    | 2,243,926  | 9,902,375    | 142,297,122   |
| AR    | 12.76                         | 2,293,525                                     | 4,040,392                    | 1,855,838  | 8,189,755    | 104,501,270   |
| AZ    | 10.95                         | 3,469,521                                     | 4,858,040                    | 2,439,975  | 10,767,536   | 117,904,523   |
| CA    | 9.71                          | 16,014,106                                    | 42,315,460                   | 17,090,563   | 75,420,129   | 732,329,451   |
| CO    | 8.13                          | 2,423,539                                     | 4,455,405                    | 2,015,531  | 8,894,475    | 72,312,078    |
| СТ    | 4.76                          | 2,987,634                                     | 6,414,147                    | 2,754,722  | 12,156,503   | 57,864,953    |
| DC    | 9.17                          | 280,263                                       | 2,146,972                    | 711,180  | 3,138,415    | 28,779,264    |
| DE    | 6.03                          | 666,616                                       | 682,832                      | 395,388  | 1,744,836    | 10,521,363    |
| FL    | 11.2                          | 22,779,957                                    | 8,301,048                    | 9,106,734  | 40,187,739   | 450,102,682   |
| GA    | 12.8                          | 5,802,987                                     | 5,431,286                    | 3,291,642  | 14,525,915   | 185,931,712   |
| HI    | 10.62                         | 375,316                                       | 857,245                      | 361,140  | 1,593,701    | 16,925,109    |
| IA    | 7.34                          | 1,946,266                                     | 4,297,738                    | 1,829,493  | 8,073,497    | 59,259,469    |
| ID    | 9.24                          | 885,926                                       | 1,301,905                    | 641,034  | 2,828,865    | 26,138,717    |
| IL    | 8.97                          | 9,810,689                                     | 9,266,303                    | 5,589,559  | 24,666,551   | 221,258,959   |
| IN    | 9.68                          | 8,239,247                                     | 4,286,072                    | 3,669,918  | 16,195,237   | 156,769,899   |
| KS    | 11.7                          | 1,707,925                                     | 2,771,496                    | 1,312,470  | 5,791,891    | 67,765,129    |
| KY    | 9.69                          | 3,215,770                                     | 2,915,106                    | 1,796,347  | 7,927,223    | 76,814,788    |
| LA    | 12.6                          | 5,319,335                                     | 4,292,319                    | 2,816,215  | 12,427,869   | 156,591,145   |
| MA    | 5.9                           | 5,293,642                                     | 12,073,656                   | 5,088,618  | 22,455,916   | 132,489,906   |
| MD    | 9.89                          | 2,720,660                                     | 6,680,931                    | 2,754,666  | 12,156,257   | 120,225,383   |
| ME    | 35.2                          | 915,491                                       | 2,166,273                    | 902,957  | 3,984,721    | 140,262,174   |
| MI    | 14.02                         | 7,785,876                                     | 4,782,693                    | 3,682,591  | 16,251,160   | 227,841,259   |
| MN    | 9.73                          | 2,251,964                                     | 13,014,770                   | 4,473,153  | 19,739,887   | 192,069,101   |
| MO    | 12.67                         | 3,868,275                                     | 7,210,412                    | 3,246,055  | 14,324,742   | 181,494,485   |
| MS    | 15.5                          | 3,472,289                                     | 1,268,579                    | 1,389,074  | 6,129,942    | 95,014,106    |
| MT    | 8.74                          | 448,162                                       | 1,083,096                    | 448,659  | 1,979,917    | 17,304,471    |
| NC    | 14.81                         | 5,561,380                                     | 8,636,093                    | 4,159,860  | 18,357,333   | 271,872,096   |
| ND    | 11.45                         | 219,444                                       | 899,801                      | 327,939  | 1,447,184    | 16,570,254    |
| NE NE | 9.6                           | 975,611                                       | 1,678,416                    | 777,630  | 3,431,657    | 32,943,906    |
| NH    | 7.63                          | 928,316                                       | 1,740,828                    | 782,059  | 3,451,203    | 26,332,680    |
| NJ    | 5.92                          | 4,642,340                                     | 6,792,674                    | 3,350,459  | 14,785,473   | 87,530,001    |
| NM    | 8.89                          | 1,234,884                                     | 1,517,930                    | 806,575  | 3,559,389    | 31,642,964    |
| NV    | 5.32                          | 1,572,972                                     | 1,082,947                    | 778,184  | 3,434,103    | 18,269,429    |
| NY    | 8.62                          | 11,005,937                                    | 57,471,700                   | 20,063,948   | 88,541,585   | 763,228,460   |
| OH    | 10.12                         | 8,525,941                                     | 13,029,903                   | 6,315,862  | 27,871,706   | 282,061,668   |
| OK    | 14.68                         | 5,118,363                                     | 2,609,129                    | 2,264,155  | 9,991,647    | 146,677,380   |
| OR    | 11.99                         | 1,235,719                                     | 5,981,840                    | 2,114,745  | 9,332,304    | 111,894,322   |
| PA    | 13.48                         | 8,561,437                                     | 15,755,359                   | 7,124,821  | 31,441,617   | 423,833,000   |
| RI    | 5.53                          | 756,027                                       | 2,163,982                    | 855,563  | 3,775,572    | 20,878,911    |
| SC    | 15.92                         | 3,260,692                                     | 2,494,000                    | 1,686,125  | 7,440,817    | 118,457,803   |
| SD    | 9.76                          | 310,573                                       | 639,372                      | 278,334  | 1,228,279    | 11,988,002    |
| TN    | 10.83                         | 5,398,611                                     | 5,455,174                    | 3,180,159  | 14,033,944   | 151,987,614   |
| TX    | 13.39                         | 25,294,738                                    | 19,559,490                   | 13,142,289   | 57,996,517   | 776,573,360   |
| UT    | 6.87                          | 1,681,300                                     | 1,091,987                    | 812,573  | 3,585,860    | 24,634,859    |
| VA    | 16.71                         | 4,624,726                                     | 6,453,082                    | 3,245,798  | 14,323,606   | 239,347,452   |
| VT    | 10.65                         | 419,063                                       | 1,149,450                    | 459,574  | 2,028,087    | 21,599,130    |
| WA    | 15.59                         | 2,653,302                                     | 7,263,870                    | 2,905,731  | 12,822,903   | 199,909,064   |
| WI    | 14.22                         | 2,778,562                                     | 8,965,610                    | 3,441,042  | 15,185,214   | 215,933,749   |
| WV    | 12.24                         | 1,334,564                                     | 2,971,886                    | 1,261,790  | 5,568,240    | 68,155,256    |
| WY    | 8.04                          | 211,943                                       | 601,951                      | 238,471  | 1,052,365    | 8,461,014     |

Note: The national calculations may differ from the state-specific calculations due to rounding.

Overall HCBS expenditures were reduced by excluding several categories that may not have included home visits: Care Management; Rehabilitative Services; PACE; Health Homes; and MFP Demonstrations. In addition, 50% of the remaining expenditures were disregarded on the assumption that that level of spending may involve personal care services provided by family, friends, and others who would not travel to the individual, services in congregate group settings, and live-in care settings.

The visit calculation was then based on the assumption that the average visit payment is \$100. That assumption stems from NAHC's analysis of state Medicaid payment rates and member inputs indicating and average four (4) hour personal care services visit representing the vast majority of the HCBS expenditures.

The national visit estimate equation is:

<u>Total Medicaid HCBS Expenditures – Excluded HCBS Expenditures X 50%</u> = Total Medicaid \$100 Home Care Visits

The state-specific visits were estimated using state-specific HCBS spending less the estimated excluded HCBS expenditure similar to the national Medicaid HCBS expenditure calculation. Since the Truven data did not include the individual categories of HCBS spending on a state-specific basis, an estimate of such spending was based on the percentage of national HCBS spending excluded applied equally in each state calculation. As with the national analysis, 50% of the spending was disregarded under the same assumptions outlined regarding national spending.

The state-specific visit estimate equation is:

<u>Total Medicaid State HCBS Expenditures – Excluded State HCBS Expenditures (total X .904) X 50%</u> = Total State \$100 Medicaid Visits

Non-Medicare and Non-Medicaid Home Care Visits: These visits include home care services purchased with private funds, commercial insurance, and non-Medicare/Medicaid government programs such as the VA. The calculation is based on expenditure data for these services from the National Health Expenditures database for 2013. https://www.cms.gov/Research-Statistics-Data-and-Systems/Statistics-Trends-and-Reports/NationalHealthExpendData/NationalHealthAccountsHistorical.html . The National Health Expenditures (NHE) data reports spending in the particular health sector. To extrapolate the spending data into visits, we used the same approach used with the Medicaid spending data: \$100 in spending equals 1 visit. In addition, the NHE data is not state specific at a granular level of specific home care sector spending such as the non-Medicare/Medicaid sectors applied here. Accordingly, a state-specific estimate was derived from the national spending data by applying a ratio of state specific Medicare and Medicaid spending on home care to the NHE national spending.

**Total Visits**: Total visits were then calculated by adding the total Medicare Home Health and Hospice visits, the estimate Medicaid home care visits, and the estimated Non-Medicare/Medicaid visits for each state.

**Total Miles:** Total visits were then multiplied by the state estimates for miles per visit. These were added together for a national estimate.

### 7.88 Billion Miles Equals:

- 316,453 trips around the earth (24,901 miles)
- 17,462 round-trips to the moon (477,800 miles)
- 42 round-trips to the sun (185.9 million miles)
- 2.7 million trips across the contiguous U.S. at its widest point (2,892 miles)
- 164,383 times travelling the total distance of the U.S. interstate highway system (46,876 miles)
- 5 times further than the total distance driven by the US Postal Service in 2013 (1.25 billion miles)

- 8.6 times further than the total distance driven by FedEx per year (912 million miles)
- The number of miles travel is greater than the total population of the world (7.4 billion people).
- It would take 81.3 trillion dollar bills lined up to reach 7.88 billion miles.
- Pluto is 4.67 billion miles away and it took
   9 years to travel there, while home care traveled that far in just 7 months.









The Foundation was created in 1982, the same year as its sister organization, the National Association for Home Care & Hospice (NAHC). It was established to advance the practice of high quality home and hospice care, as well as expand availability and increase public awareness of these vital services, through:

- Education;
- The development of certification and accreditation standards:
- The development of home care and hospice quality standards;
- Strengthening and encouraging the conduct of ethical standards in delivering home care and hospice services;
- Research: and
- Public Relations

#### FOUNDATION RESEARCH INITIATIVES

FHHC/NAHC's research team provides information to members, health care providers, government officials, journalists, scholars, and industry analysts regarding the latest data available for home care and hospice. The research team also tracks trends and developments affecting the health care environment to determine the research questions that need to be assessed to improve the delivery of quality care, understand the political environment, and ensure the future of the home care and hospice industry.

## Certification and Accreditations Program

Certification for Home Care and Hospice Executives (CHCE) is a comprehensive, national certification program for credentialing home care and hospice executives, designated by the initials CHCE. It is the only certification designed especially for individuals in leadership in home care and hospice.

#### COMMUNITY OUTREACH/ PATIENT SUPPORT

The Foundation's provides support and financial assistance to terminally ill/home bound patients and their families, who are not medicare eligible. Funds are used for patients and/or family members who often do not have the financial resources for such basic as food and utilities. In addition, we can help pay for medications or supplies for patients of any age not covered by medicare, medicaid, or other insurance.



