MEDICARE OPTIONS: $115 BILLION

	2002	1998-02	1998-2007
BASE PACKAGE	**- $28.8**	**- $81.6**	**- $276.6**
$100 BILLION PACKAGE	**- $33.0**	**- $100.0**	**- $322.4**
OPTIONS FOR $115 BILLION			
Policies in All Options:			
Reduce hospital OPD coinsurance buy-down	- $1.8	- $5.9	- $23.8
Eliminate accelerated IME reduction	+ $0	+ $2.0	+ $2.0
Eliminate accelerated competitive pricing assurances	+ $0	+ $0.5	+ $0.5
SUBTOTAL	***- $1.8***	***- $3.4***	***- $21.3***
Options with No Provider Add-Backs:			
Option 1			
Income-Related Premium: $90 / 115,000 (HSA levels)	- $2.1	- $6.8	- $25.3
Home Health Premium (w/ low-income protections)	- $1.2	- $4.0	- $14.8
SUBTOTAL W/ POLICIES IN ALL OPTIONS & $100 BILLION	**-$38.2**	**- $114.2**	**- $383.8**
Option 2			
Income-Related Premium: $60 / 90,000 (BBA levels)	- $2.0	- $6.6	- $24.6
Eliminate Respite Benefit	- $0.9	- $3.3	- $9.6
SUBTOTAL W/ POLICIES IN ALL OPTIONS & $100 BILLION	**- $37.8**	**- $113.3**	**- $377.9**
Option 3			
Income-Related Premium: $60 / 90,000 (BBA levels)	- $2.0	- $6.6	- $24.6
Add Part B Deductible: $150 in 2000 then indexed to inflation	- $1.5	- $3.7	- $12.7
SUBTOTAL W/ POLICIES IN ALL OPTIONS & $100 BILLION	**- $38.4**	**- $113.7**	**- $381.0**
Options with Provider Add-Backs:			
Option 4			
Income-Related Premium: $50 / 75,000 (Blue Dog levels)	- $2.8	- $9.3	- $34.3
Home Health Premium (w/ low-income protections)	- $1.2	- $4.0	- $14.8
Eliminate Respite Benefit	- $0.9	- $3.3	- $9.6
Provider Add-Backs	+ $1.0	+ $5.5	+ $19.3
SUBTOTAL W/ POLICIES IN ALL OPTIONS & $100 BILLION	**- $38.8**	**- $114.5**	**- $383.2**
Option 5			
Income-Related Premium: $50 / 75,000 (Blue Dog levels)	- $2.4	- $7.7	- $29.8
Add Part B Deductible: $150 in 2000 then indexed to inflation	- $1.5	- $3.7	- $12.7
Eliminate Respite Benefit	- $0.9	- $3.3	- $9.6
Provider Add-Backs	+ $1.0	+ $4.5	+ $15.8
SUBTOTAL W/ POLICIES IN ALL OPTIONS & $100 BILLION	**- $38.7**	**- $113.6**	**- $380.1**

Note: 2002 savings in the $100 billion package are higher than the last estimates ($32 billion); estimators think that they underestimated that year's savings by about $1 billion. REVISED: 4/19/97

4/18/97