

Table 3d. Monthly Payment Amounts Calculation for 2009

Estimated Spending under 2006 Rates for Oxygen and Oxygen Contents for 2009

Equipment/Modality	Number of Beneficiaries	Monthly Payment	Percentage of Oxygen Users at Midpoint of:			Estimated Spending Per Year			Monthly Payment Amount	Percentage of Oxygen Users at Midpoint of:		Estimated Spending Year 4
			Year 1	Year 2	Year 3	Year 1	Year 2	Year 3		Year 4	Year 5	
Stationary Only	327,863	\$ 199.84	61%	36%	26%	\$479,607,439	\$283,047,013	\$204,422,843	\$0.00	19%	14%	\$0.00
Liquid/Gas Stationary AND Portable	57,950	\$ 231.63	61%	36%	26%	\$98,256,056	\$57,987,181	\$41,879,631	\$154.90	19%	14%	\$20,466,317
Concentrator AND Portable	657,948	\$ 231.63	61%	36%	26%	\$1,115,571,625	\$658,370,139	\$475,489,545	\$20.77	19%	14%	\$31,157,522
Stationary AND Oxygen Generating Portable (New OGPE Class)	3,248	\$ 231.63	61%	36%	26%	\$5,507,087	\$3,250,084	\$2,347,283	\$0.00	19%	14%	\$0.00
TOTAL	1,047,009					\$1,698,942,207	\$1,002,654,417	\$724,139,301				\$51,623,840

ESTIMATED TOTAL SPENDING: \$3,477,359,765

Estimated Spending for Oxygen and Oxygen Contents under Revised Rates Prior to Application of Budget Neutrality for 2009

Equipment/Modality	Number of Beneficiaries	Revised Monthly Payment	Percentage of Oxygen Users at Midpoint of:			Estimated Spending Per Year			Revised Monthly Payment	Percentage of Oxygen Users at Midpoint of:		Estimated Spending Year 4
			Year 1	Year 2	Year 3	Year 1	Year 2	Year 3		Year 4	Year 5	
Stationary Only	311,470	\$ 199.84	61%	36%	26%	\$455,627,067	\$268,894,662	\$194,201,701	\$0.00	19%	14%	\$0.00
Liquid/Gas Stationary AND Portable	60,425	\$ 231.63	61%	36%	26%	\$102,452,497	\$60,463,769	\$43,668,277	\$154.90	19%	14%	\$ 21,340,418
Concentrator AND Portable	625,051	\$ 231.63	61%	36%	26%	\$1,059,793,044	\$625,451,632	\$451,715,068	\$77.45	19%	14%	\$110,375,185
Stationary AND Oxygen Generating Portable (New OGPE Class)	50,064	\$ 251.48	61%	36%	26%	\$92,158,665	\$54,388,720	\$39,280,742	\$0.00	0%	0%	\$0.00
TOTAL	1,047,009					\$1,710,031,273	\$1,009,198,784	\$728,865,788				\$131,715,603

ESTIMATED TOTAL SPENDING: \$3,579,811,448

Shift to New OGPE Class:	5.0%
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Additional Spending under Revised Rates	\$102,451,683
Budget Neutrality Factor	3.32%

Estimated Spending for Oxygen and Oxygen Contents under 2009 Rates After Budget Neutrality Adjustment

Equipment/Modality	Number of Beneficiaries	Budget Neutral Rate	Percentage of Oxygen Users at Midpoint of:			Estimated Spending Per Year			Revised Monthly Payment	Percentage of Oxygen Users at Midpoint of:		Estimated Spending	
			Year 1	Year 2	Year 3	Year 1	Year 2	Year 3		Year 4	Year 5	Year 4	Year 5
Stationary Only	311,470	\$193.21	61%	36%	26%	\$ 440,500,248	\$ 259,967,360	\$187,754,204	\$0.00	19%	14%	\$0.00	\$0.00
Liquid/Gas Stationary AND Portable	60,425	\$225.00	61%	36%	26%	\$ 99,517,901	\$ 58,731,876	\$ 42,417,466	\$154.90	19%	14%	\$21,340,418	\$15,724,519
Concentrator AND Portable	625,051	\$225.00	61%	36%	26%	\$1,029,436,889	\$ 607,536,525	\$438,776,379	\$77.45	19%	14%	\$110,375,185	\$81,329,084
Stationary AND Oxygen Generating Portable (New OGPE Class)	50,064	\$244.84	61%	36%	26%	\$ 89,723,618	\$ 52,951,643	\$ 38,242,854	\$0.00	19%	14%	\$0.00	\$0.00
TOTAL	1,047,009					\$1,659,178,657	\$ 979,187,404	\$707,190,903				\$131,715,603	\$97,053,602

ESTIMATED TOTAL SPENDING: \$3,477,272,567