

Table 3c. Monthly Payment Amounts Calculations for 2008

Estimated Spending under 2006 Rates to Oxygen and Oxygen Contents for 2008

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

ESTIMATED TOTAL SPENDING: \$ 3,425,735,925

Estimated Spending for Oxygen and Oxygen Contents under Revised Rates Prior to Application of Budget Neutrality for 2008

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

ESTIMATED TOTAL SPENDING: \$ 3,448,095,845

Shift to New OGPE Class: 5.0%

Additional Spending under Revised Rates	\$ 22,359,920
Budget Neutrality Factor	0.72%

Estimated Spending for Oxygen and Oxygen Contents under 2008 Rates After Budget Neutrality Adjustment

Equipment/Modality	Number of Beneficiaries	Budget Neutral Rates	Percentage of Oxygen Users at Midpoint of:			Estimated Spending Per Year		
			Year 1	Year 2	Year 3	Year 1	Year 2	Year 3
Stationary Only	311,470	\$198.40	61%	36%	26%	\$ 452,346,552	\$ 266,958,621	\$ 192,803,448
Liquid/Gas Stationary AND Portable	60,425	\$230.19	61%	36%	26%	\$ 101,816,079	\$ 60,088,178	\$ 43,397,017
Concentrator AND Portable	625,051	\$230.19	61%	36%	26%	\$1,053,209,781	\$ 621,566,428	\$ 448,909,087
Stationary AND Oxygen Generating Portable (New OGPE Class)	50,064	\$250.03	61%	36%	26%	\$ 91,627,713	\$ 54,075,371	\$ 39,054,435
TOTAL	1,047,009					\$1,699,000,125	\$ 1,002,688,598	\$ 724,163,988

ESTIMATED TOTAL SPENDING: \$ 3,425,852,710