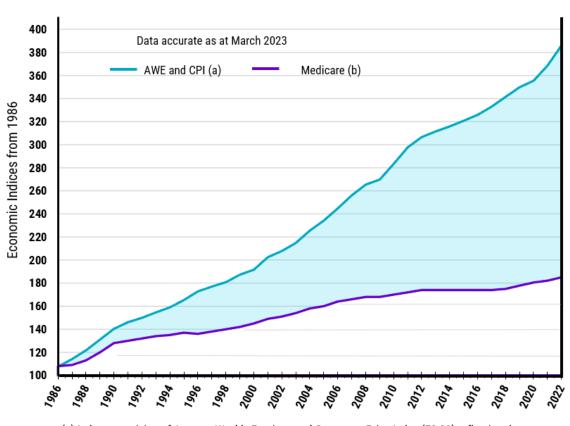
Why is there a gap?



(a) Index comprising of Average Weekly Earnings and Consumer Price Index (70:30) reflecting the average cost structures in medical practices.

(b) Index of Medicare fees as determined by the Commonwealth Government.

Government's indexation of Medicare rebates has never kept pace with the rising cost of medical practice. On average AWE and CPI increase by 3% per year. Practice costs rise by a similar amount. It should be noted however in 2022 AWE and CPI increased by a combined average of around 6%.

Medicare rebates only increased between 1.2% to 2.5% from 1995 to 2012 – noting that all pathology and most diagnostic imaging services received no indexation during this period.

From 2012-2017 almost all MBS rebates were frozen with no indexation. Indexation only recommenced in 2017, when GP bulk-billing incentives were indexed at 1.4% and then from 2019-2022 with GP standard attendances and specialist consultations indexed at 1.6%, 1.5%, 0.9% and 1.6% (respectively).

This is why your Medicare rebate is worth less every year.

Concerned? Talk to your local Federal MP.



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