

§ 999.5(d)(5)(B)

A description of all charity care provided in the last five years by each health facility that is the subject of the agreement or transaction. This description shall include annual total charity care spending; inpatient, outpatient and emergency room charity care spending; a description of how the amount of charity care spending was calculated; annual charity care inpatient discharges, outpatient visits, and emergency visits; a description of the types of charity care services provided annually; and a description of the policies, procedures, and eligibility requirements for the provision of charity care.

Please see the attached spreadsheet outlining the amounts of charity care spending and the attached policies and procedures.

“*Charity Care Expense*” is a summation of the amounts written off to charity care as downloaded within the patient accounting system for patients that meet the charity care requirements. These amounts tie in total to the annual OSHPD report for total charity expense. This captures the charges written off by patient type (emergency, inpatient, or outpatient).

“*Cost to Charge Ratio*” is a calculation of the “Costs Associated with Charity Care” (see below) divided by the “Charity Care Expense” amounts.

“*Costs Associated with Charity Care*” are charity care write-offs (“Charity Care Expense” amounts) converted to cost by multiplying the charity care write-offs by the overall Cost to Charge Ratio. The Cost to Charge Ratio is the product of total operating expenses (excluding bad debt) divided by the total gross revenue.

“*Charity Care Provided by Service Line*” is a summation of the services provided (emergency department visit, inpatient discharge, or outpatient visit) based upon the accounts included in the “Charity Care Expense” amounts downloaded from the patient accounting system.

SVMC

Charity Care Expense

Patient Type	FY 2010	FY 2011	FY 2012	FY 2013	FY 2014	
Emergency	1,955,471	3,107,422	976,079	530,081	296,333	
Inpatient	1,131,875	1,266,382	1,063,422	590,374	311,842	
Outpatient	254,813	473,377	182,066	56,716	34,351	
SMC Total	3,342,159	4,847,181	2,221,567	1,177,171	642,526	12,230,604

Cost to Charge Ratio

	FY 2010	FY 2011	FY 2012	FY 2013	FY 2014	
	1.0000	0.2234	0.1967	0.1894	0.2226	1.8321

Costs Associated with Charity Care

	FY 2010	FY 2011	FY 2012	FY 2013	FY 2014	
	\$ 3,342,000	\$ 1,083,000	\$ 437,000	\$ 223,000	\$ 143,000	5,228,000

Charity Care Provided by Service Line

Patient Type	FY 2010	FY 2011	FY 2012	FY 2013	FY 2014	
Ed Visits	864	597	141	131	63	
Discharges	179	131	36	60	7	
Outpatient Visits	357	231	44	20	8	
SVMC Total	1,400	959	221	211	78	2,869

Grand Total \$ **17,461,474.83**