

Report 1



**Governor's Health Summit - Finance Subcommittee**

**UNCOMPENSATED CARE GROSS PATIENT BILLINGS, COSTS AND REVENUE FUNDING THOSE COSTS**

**UNIVERSITY OF NEW MEXICO HEALTH SCIENCES CENTER CLINICAL OPERATIONS**

Uncompensated care is defined as those patients who qualify for charity care and/or cannot be identified with a payor source

	Fiscal Year Ending 2013 Amount	Fiscal Year Ending 2014 Amount	Fiscal Year Ending 2015 Amount (1)
<b>Uncompensated Care Gross Billings</b>			
Charity Care - Bernalillo Gross Billings	\$ 283,596,688	\$ 228,416,159	\$ 135,288,338
Charity Care - Out of County Gross Billings	42,420,116	43,768,356	6,988,967
Uninsured Gross Billings - Bernalillo	97,048,985	122,864,926	107,491,629
Uninsured Gross Billings - Out of County	58,329,951	75,838,962	34,797,687
<b>Total Uncompensated Care Gross Billings</b>	<b>\$ 481,395,740</b>	<b>\$ 470,888,403</b>	<b>\$ 284,566,621</b>
<b>Uncompensated Care Cost</b>			
Charity Care - Bernalillo Cost of Care	\$ 140,655,449	\$ 111,883,026	\$ 75,879,589
Charity Care - Out of County Cost of Care	21,708,404	21,169,448	3,440,860
Uninsured Cost of Care - Bernalillo	48,411,428	59,971,825	60,681,345
Uninsured Cost of Care - Out of County	30,881,066	36,451,325	17,605,664
<b>Total Uncompensated Care Cost</b>	<b>\$ 241,656,347</b>	<b>\$ 229,475,624</b>	<b>\$ 157,607,458</b>
<b>Revenue Available to Offset Uncompensated Cost</b>			
Charity Care - Bernalillo Collections	\$ 1,090,194	\$ 744,826	\$ 322,986
Charity Care - Out-of-County Collections	1,638,531	1,207,580	175,024
Out-Of-County Indigent Fund	664,400	664,400	662,600
Uninsured Collections - Bernalillo	8,668,482	7,949,523	5,503,282
Uninsured Collections - Out of County	5,411,334	4,310,559	3,184,537
Net Bernalillo County Mil Levy Revenue	91,229,145 *	92,020,266 *	93,249,305 *
Net Sandoval County Mil Levy Revenue	20,832,519 **	7,982,814 **	6,080,650 **
Medicare Disproportionate Share Funding	12,902,532	13,008,533	13,898,067
Medicaid Disproportionate Share Funding	23,359,625	23,775,551	21,702,426
<b>Total Revenue Available to Offset Uncompensated Cost</b>	<b>\$ 165,796,762</b>	<b>\$ 151,664,052</b>	<b>\$ 144,778,877</b>
<b>Uncompensated Care Cost Gap</b>	<b>\$ 75,859,585</b>	<b>\$ 77,811,572</b>	<b>\$ 12,828,581</b>

\*The Bernalillo County Mil Levy income is treated here as a "direct revenue" to offset uncompensated care, in order to show a conservative calculation of the uncompensated patient care cost gap. However, the Lease Agreement for Operation and Lease of County Healthcare Facilities between the Board of County Commissioners of the County of Bernalillo and the Regents of the University of New Mexico clearly states in section VI. OBLIGATIONS OF THE COUNTY, A. "The County will exercise its constitutional and statutory powers as authorized by the Hospital Funding Act to provide the University the Hospital Mil Levy and the Mental Health Center Mil Levy support authorized by the Bernalillo County electorate in the November 1992 general election for operation and maintenance of the Hospital/Mental Health Center. During the term of this agreement, and to the extent of its authority, the County will continue to impose the Hospital Mill Levy and the Mental Health Center Mill Levy (to the extent authorized by the electorate), segregate all taxes collected thereunder together with all sums received by it for operation and maintenance of the Hospital/Mental Health Center, whether by appropriation, taxation, grant, donation or otherwise, and pay all such revenues over to the University."

\*\*The Sandoval County Mil Levy income is treated here as a "direct revenue" to offset uncompensated care, in order to show a conservative calculation of the uncompensated patient care cost gap.

(1) The FY 2015 Uncompensated Care Cost has been adjusted to reflect patient claims for dates of service during FY 2014 that were approved and processed under Medicaid during FY 2015.

Please note: Due to the substantial changes prompted by the Affordable Care Act (ACA), FY 2015 will be the final year the UNM Health System compiles and publishes the Healthcare Summit Reports.