

CHRISTUS Health Ark-La-Tex

Continuing the Mission through Building Healthier Communities.

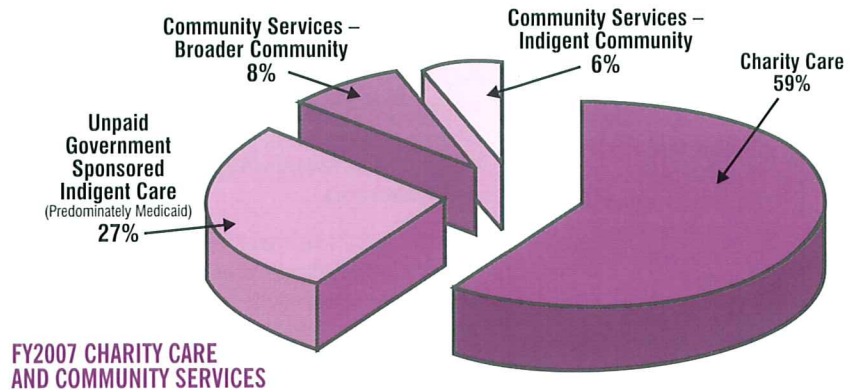
A Synopsis of Community Benefit in Fiscal Year 2007.

CHRISTUS Health Ark-La-Tex, a region of the CHRISTUS Health system, is committed not only to offering high-quality health services to every patient we serve, but also to partnering with others in the area to improve the health and quality of life for all.

The benefit that CHRISTUS Health Ark-La-Tex provides to our community cannot be measured in dollars alone. We are dedicated to improving the health of our region and to collaborating with other community members to provide a comprehensive array of programs, grants and affordable services for the uninsured. The total value of our contribution to improving community health exceeds the dollars that can be captured in any community benefit report.

CHRISTUS Health Ark-La-Tex follows the Catholic Health Association (CHA) guidelines for reporting community benefit, and we also report to the state of Texas in cooperation with state regulations.

Charity Care is defined as the unpaid cost of medical services provided to the uninsured and underinsured, including Medicaid. During fiscal year 2007, CHRISTUS



Health Ark-La-Tex provided more than \$22.9 million in Charity Care, which is 11.3 percent of our net patient revenue. Of this amount, **Unpaid Government Indigent Care** for the underserved, predominately Medicaid, comprises more than \$7.2 million of unpaid costs for fiscal year 2007, which is 3.6 percent of net patient revenue.

CHRISTUS Health Ark-La-Tex also contributed more than \$3.5 million in **Community Services** to our community in fiscal year 2007. Thus, CHRISTUS Health Ark-La-Tex provided \$26.4 million in total community benefits, which is 13 percent of net patient revenue earned in fiscal year 2007. This equates to \$72,000 a day

in community benefits. Not only that, but CHRISTUS Health Ark-La-Tex invests back into the community through expanded health services, new technologies and better facilities.

In addition, the cost of **Unpaid Government Sponsored Programs** – mostly Medicare – is reported to the state of Texas following the state’s Community Benefit reporting requirements. This year, that amount for CHRISTUS Health Ark-La-Tex was more than \$18.5 million, or 9.1 percent of the region’s net patient revenue. In accordance with CHA guidelines, CHRISTUS Health Ark-La-Tex does not include this amount in reports of community benefit provided to other agencies.

CHRISTUS HEALTH ARK-LA-TEX COMMUNITY BENEFIT FY2006 vs FY2007	YEAR ENDED 06/30/06		YEAR ENDED 6/30/07	
	UNPAID COSTS \$	AS A % OF NPR*	UNPAID COSTS \$	AS A % OF NPR*
CHARITY CARE				
Charity Care	13,074,489	6.6	15,684,622	7.7
Unpaid Government Indigent Care (predominately Medicaid)	14,362,873	7.3	7,266,559	3.6
Charity Care Subtotal	27,437,362	13.9	22,951,181	11.3
COMMUNITY SERVICES				
	2,643,414	1.3	3,521,485	1.7
Total Community Benefit as per CHA Guidelines	30,080,776	15.3	26,472,666	13.0
UNPAID GOVERNMENT SPONSORED PROGRAMS (predominately Medicare)	27,967,545	14.1	18,550,475	9.1
Total Community Benefit plus unpaid Medicare costs per State of Texas rules	58,048,321	29.4	45,023,141	22.1
NET PATIENT REVENUE (NPR)*	197,909,473		203,800,244	

*All Numbers Are Taken From The Consolidated Financial Statements.