

CHRISTUS Medical Group

Continuing the Mission through Building Healthier Communities.

A Synopsis of Community Benefit in Fiscal Year 2007.

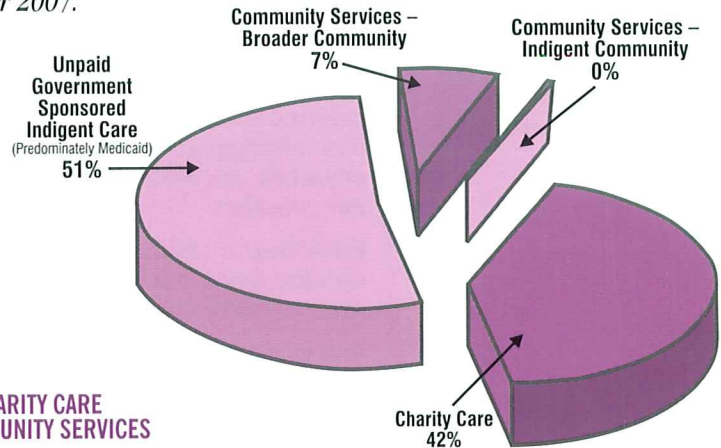
CHRISTUS Medical Group, a part of the CHRISTUS Health system, is committed not only to offering high-quality health services to every patient we serve, but also to partnering with others in our communities to improve the health and quality of life for all.

The benefit that CHRISTUS Medical Group provides cannot be measured in dollars alone. We are dedicated to improving the health of our communities and 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 Medical Group follows the Catholic Health Association (CHA) guidelines for reporting community benefit; for our facilities in Texas, we also report to the state 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, we provided more than \$3.4 million in Charity Care, which is a 44.3 percent of the group's net patient revenue. Of this amount, **Unpaid Government Indigent**

FY2007 CHARITY CARE AND COMMUNITY SERVICES



Care for the underserved, predominately Medicaid, comprises more than \$1.9 million of unpaid costs for fiscal year 2007, which is 24.5 percent of net patient revenue.

CHRISTUS Medical Group also contributed more than \$250,000 in **Community Services** to its communities in fiscal year 2007. Thus, CHRISTUS Medical Group provided \$3.6 million in total community benefits, which is 47.5 percent of net patient revenue earned in fiscal year 2007. This equates to \$9,000 a day in community benefits. Not only that, but CHRISTUS Medical Group invests back into our communities 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 (where applicable). This year, that amount for CHRISTUS Medical Group was more than \$1.1 million, or 14.2 percent of the group's net patient revenue. In accordance with CHA guidelines, CHRISTUS Medical Group does not include this amount in reports of community benefit provided to other agencies.

CHRISTUS HEALTH MEDICAL GROUP 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	1,414,092	17.2	1,537,794	19.8
Unpaid Government Indigent Care (predominately Medicaid)	3,028,951	36.8	1,903,846	24.5
Charity Care Subtotal	4,443,043	54.0	3,441,640	44.3
COMMUNITY SERVICES				
	240,858	2.9	252,397	3.2
Total Community Benefit as per CHA Guidelines	4,683,901	56.9	3,694,037	47.5
UNPAID GOVERNMENT SPONSORED PROGRAMS (predominately Medicare)	1,220,268	14.8	1,100,712	14.2
Total Community Benefit plus unpaid Medicare costs per State of Texas rules	5,904,169	71.7	4,794,749	61.7
NET PATIENT REVENUE (NPR)*	8,230,507		7,770,632	

*All Numbers Are Taken From The Consolidated Financial Statements.