

CHRISTUS Medical Group

Continuing the Mission through Building Healthier Communities

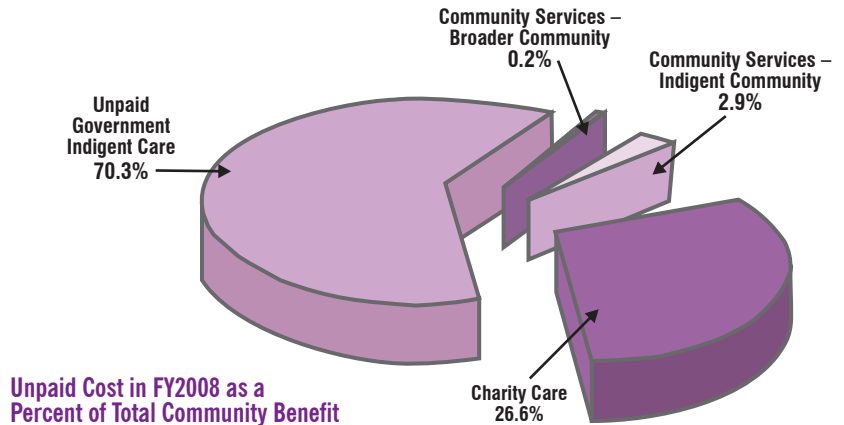
A Synopsis of Community Benefit in Fiscal Year 2008

CHRISTUS Medical Group, a part of the CHRISTUS Health system is committed to providing superior care and supporting a broad array of community based services to enhance access to care and improved health status of our population. Despite the rise in the cost of health services, our goal is to have a positive effect on health indicators in the communities we serve.

In collaboration with others in our community, CHRISTUS Medical Group supports a variety of programs, grants, and affordable services for the uninsured. The total value of our many contributions toward improving the health of our community far exceeds the dollars that are counted as community benefit in this report.

CHRISTUS Medical Group follows the Catholic Health Association (CHA) and State of Texas guidelines for reporting community benefit.

Charity Care is defined as the unpaid cost of medical services provided to the uninsured and underinsured, including Medicaid. During fiscal year 2008, CHRISTUS Medical Group provided more than \$5.2 million in Charity Care, which is 55 percent of



Unpaid Cost in FY2008 as a Percent of Total Community Benefit

the group's net patient revenue. Of this amount, **Unpaid Government Indigent Care** for the underserved, predominately Medicaid, comprises more than \$3.8 million of unpaid costs for fiscal year 2008, which is 40 percent of net patient revenue.

CHRISTUS Medical Group also contributed more than \$169,000 in **Community Services** to its communities in fiscal year 2008. Thus, CHRISTUS Medical Group provided \$5.5 million in total community benefit, which is 57.1 percent of net patient revenue in fiscal year 2008. This equates to

\$14,900 a day in community benefit. CHRISTUS Medical Group reinvests all profit we make back into our communities through expanded health services, new technologies and better facilities.

In addition, the cost of **Unpaid Government Sponsored Programs** – mostly Medicare – this year for CHRISTUS Medical Group was more than \$2.2 million, or 23.7 percent of the group's net patient revenue. In accordance with CHA guidelines, CHRISTUS Medical Group does not include this amount in most reports of community benefit.

CHRISTUS MEDICAL GROUP COMMUNITY BENEFIT FY2007 vs FY2008

	YEAR ENDED 06/30/07		YEAR ENDED 6/30/08	
	UNPAID COSTS \$	AS A % OF NPR*	UNPAID COSTS \$	AS A % OF NPR*
CHARITY CARE				
Charity Care	1,537,794	19.8	1,450,855	15.2
Unpaid Government Indigent Care (predominately Medicaid)	1,903,846	24.5	3,836,632	40.2
Charity Care Subtotal	3,441,640	44.3	5,287,487	55.4
COMMUNITY SERVICES				
	252,397	3.2	169,896	1.8
Total Community Benefit as per CHA Guidelines	3,694,037	47.5	5,457,383	57.1
UNPAID GOVERNMENT SPONSORED PROGRAMS (predominately Medicare)				
	1,100,712	14.2	2,268,549	23.7
Total Community Benefit plus unpaid Medicare costs per State of Texas rules	4,794,749	61.7	7,725,932	80.9
NET PATIENT REVENUE (NPR)*	7,770,632		9,552,172	

*All numbers are taken from the consolidated financial statements.