

CHRISTUS Spohn Health System

A Synopsis of Community Benefit in Fiscal Year 2006.

CHRISTUS Spohn Health System

According to the US Census Bureau, the number of uninsured persons in the United States without medical insurance increased by 1.3 million during fiscal year 2006. This increase brings the total number of uninsured in America to a record 46.6 million people when only five years ago, 38.7 million were uninsured. Of the 1.3 million additional uninsured, 961,000 reported working full-time but unable to afford the high cost of health insurance coverage. The number of children without health insurance rose from 7.9 million to 8.3 million during this same time period.

Of this 46.6 million, many are categorized as middle-class. Among households earning \$50,000 per year or more, 17 million people had no insurance during fiscal year 2006; this represents an increase of more than 1.5 million during fiscal year 2005.

Texas and Louisiana contribute to this crisis as these two states continue to lead the nation in percent uninsured with Texas ranking first and Louisiana ranking third. While only 15 percent of the total US population is uninsured, Texas and Louisiana report 25 percent and 20 percent, respectively.



Even while these statistics seem daunting, CHRISTUS Spohn Health System is committed to the support of innovative programs that address the needs of the uninsured. As a leading Catholic healthcare system, CHRISTUS Spohn supports community-based programs providing Community Benefit in the Spohn region.

Charity Care is defined as the unpaid cost of medical services provided to the uninsured and underinsured, including Medicaid. During fiscal year 2006, CHRISTUS Spohn provided more than \$59 million in Charity Care, an increase of 21.2 percent from fiscal year 2005. Of this amount, **Unpaid Government Indigent Care** for the underserved, predominately Medicaid, is more than \$3 million of unpaid costs for FY2006, is an increase of 40.0 percent from the prior year.

CHRISTUS Spohn also contributed almost \$10 million in **Community Services** to the communities served in FY2006. Thus, CHRISTUS Spohn provided more than \$68 million in total community benefits, which is 11.6 percent of Net Patient Revenue in fiscal year 2006. This equates to \$188,000 a day in community benefits.

In addition, cost of **Unpaid Government Programs**, predominately Medicare, is reported to the State of Texas following the State's Community Benefit reporting requirements. This year the amount for CHRISTUS Spohn was more than \$47 million or 8.1 percent of CHRISTUS' Net Patient Revenue. In accordance with CHA Guidelines, CHRISTUS Health does not include this amount in reports of community benefit provided to other agencies.



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CHRISTUS SPOHN
Hospital Corpus Christi
Shoreline

CHRISTUS SPOHN
Hospital Corpus Christi
South

CHRISTUS SPOHN
Hospital Corpus Christi
Memorial

CHRISTUS SPOHN
Hospital Kleberg

CHRISTUS SPOHN
Hospital Alice

CHRISTUS SPOHN
Hospital Beeville

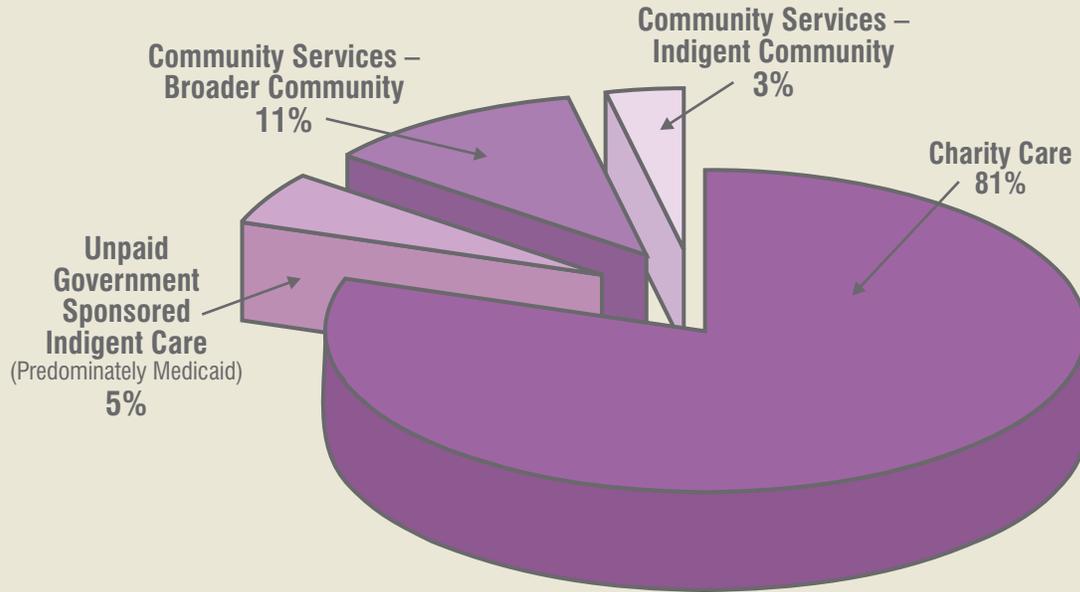
*Continuing
the Mission
through
Building
Healthier
Communities.*



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FY2006 CHARITY CARE AND COMMUNITY SERVICES



CHRISTUS SPOHN HEALTH SYSTEM COMMUNITY BENEFIT FY2005 vs FY2006

	YEAR ENDED 06/30/05		YEAR ENDED 6/30/06	
	UNPAID COSTS \$	AS A % OF NPR*	UNPAID COSTS \$	AS A % OF NPR*
CHARITY CARE				
Charity Care	46,098,568	8.0	55,353,429	9.3
Unpaid Government Indigent Care (predominately Medicaid)	2,627,716	0.5	3,679,349	0.6
Charity Care Subtotal	48,726,284	8.4	59,032,778	9.9
COMMUNITY SERVICES				
Total Community Benefit As Per CHA Guidelines	9,676,866	1.7	9,902,263	1.7
UNPAID GOVERNMENT PROGRAMS (predominately Medicare)	45,470,816	7.9	47,990,361	8.1
Total Community Benefit Plus Unpaid Medicare Costs Per State Of Texas Rules	103,873,966	18.0	116,925,402	19.7
NET PATIENT REVENUE (NPR)*	579,155,787		594,993,127	

*Includes Hospitals' Net Patient Revenues, Medical Group Net Patient Revenue, and Capitation Revenue.