

# CHRISTUS Health Southeast Texas

## Continuing the Mission through Building Healthier Communities.

*A Synopsis of Community Benefit in Fiscal Year 2007.*

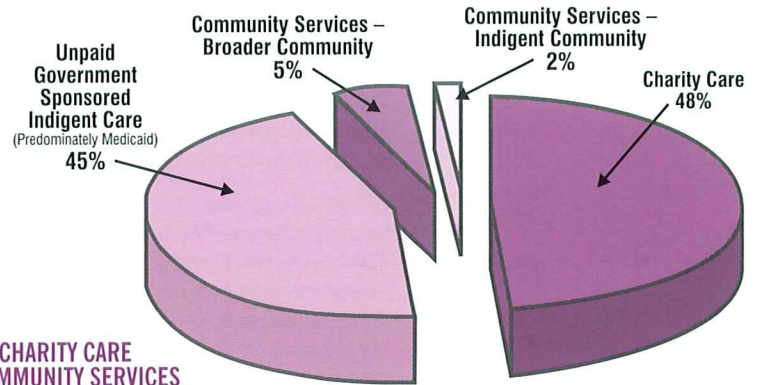
CHRISTUS Health Southeast Texas, a region of the CHRISTUS Health system, is committed not only to offering high-quality health services to every patient we serve, but also to partnering with others in the Southeast Texas area to improve the health and quality of life for all.

The benefit that CHRISTUS Health Southeast Texas provides to the community cannot be measured in dollars alone. We are dedicated to improving community health 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 the health of our community exceeds the dollars that can be captured in any community benefit report.

CHRISTUS Health Southeast Texas 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 Southeast Texas provided more than \$35.8 million in Charity Care, which is 9.4 percent of our region's net patient revenue.



**FY2007 CHARITY CARE AND COMMUNITY SERVICES**

Of this amount, **Unpaid Government Indigent Care** for the underserved, predominately Medicaid, comprises more than \$17.1 million of unpaid costs for fiscal year 2007, 4.5 percent of net patient revenue.

CHRISTUS Health Southeast Texas also contributed more than \$2.5 million in **Community Services** to the community in fiscal year 2007. Thus, CHRISTUS Health Southeast Texas provided \$38.4 million in total community benefits, which is 10.1 percent of net patient revenue earned in fiscal year 2007. This equates to more than \$105,000 a day in community benefits. Not only that, but CHRISTUS Health Southeast Texas

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 Southeast Texas was more than \$47.5 million, or 12.6 percent of the region's net patient revenue. In accordance with CHA guidelines, CHRISTUS Health Southeast Texas does not include this amount in reports of community benefit provided to other agencies.

### CHRISTUS HEALTH SOUTHEAST TEXAS 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*
<b>CHARITY CARE</b>				
Charity Care	27,442,514	7.9	18,660,774	4.9
Unpaid Government Indigent Care (predominately Medicaid)	24,105,277	7.0	17,185,312	4.5
<b>Charity Care Subtotal</b>	<b>51,547,791</b>	<b>14.9</b>	<b>35,846,086</b>	<b>9.4</b>
<b>COMMUNITY SERVICES</b>				
	1,981,054	0.6	2,596,480	0.7
<b>Total Community Benefit as per CHA Guidelines</b>	<b>53,528,845</b>	<b>15.5</b>	<b>38,442,566</b>	<b>10.1</b>
<b>UNPAID GOVERNMENT SPONSORED PROGRAMS (predominately Medicare)</b>				
	54,187,810	15.6	47,519,038	12.6
<b>Total Community Benefit plus unpaid Medicare costs per State of Texas rules</b>	<b>107,716,655</b>	<b>31.1</b>	<b>85,961,604</b>	<b>22.7</b>
<b>NET PATIENT REVENUE (NPR)*</b>	<b>346,469,607</b>		<b>378,050,725</b>	

\*All Numbers Are Taken From The Consolidated Financial Statements.