

Alabama Hospitals

THE FACTS ABOUT FINANCES

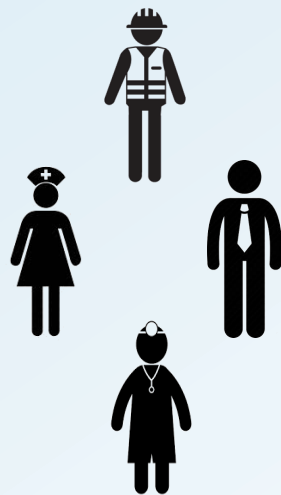


ALABAMA HOSPITALS ARE VITAL TO THE STATE'S ECONOMY

They are invested in the health care delivery system and in maintaining access to care for every Alabamian.

Alabama Hospitals have a **\$20.4 Billion** economic impact every year.

Hospitals provide **186,000** direct and indirect jobs



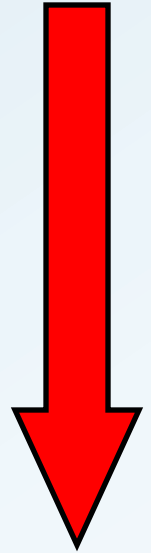
Negative Margins

The following information comes from Medicare Cost Reports, the reports used to submit financial information to Medicare and Medicaid. The data is from FY2019, the latest available.

- ⇒ Median operating margin — **negative** 5.5%
- ⇒ Median total margin — positive 1.1%
- ⇒ 44% of all hospitals had **negative** total margins
- ⇒ 70% were operating in the **red**

Rural Hospitals FY2019

- ⇒ Median operating margin — **negative** 10.4%
- ⇒ Median total margin — **negative** 2.6%
- ⇒ 82% were operating in the **red**



Since 2011 — **Fourteen** Hospitals have closed **Eight** of these hospital closures were rural

