

Table: County of Santa Cruz Health Services Agency
Charity Care Worksheet: 5.5% Calculation Method
Entity: Sutter Maternity & Surgery Center of Santa Cruz
HCAI I.D.#: 106444012
2022 Calendar Year: 01/01/2022 to 12/31/2022

Part I.: Medical Costs - Audited by HCAI

A. Cost To Charges Ratio: Section 8(1) - page 30

1. Operating Expenses (Line 200)	\$	79,164,915
2. Gross Revenues (Line 30)	\$	251,848,794
3. Cost to Charges Ratio (CCR) = A.1. / A.2.		31.43%

B. Uncompensated Care Commitment:

1. Operating Expenses (Page 30, Line 200 - same as above)		\$	79,164,915
2. Less: Govt. Payors Gross Charges [Section 12(7)-12(11) page 49-58]			
a. Medicare Traditional: Line 415, Col. 1+2 - page 49	\$	81,463,776	
b. Medicare Managed: Line 415, Col 3+4 - page 49	\$	25,407,236	
c. Medi-Cal Traditional : Line 415, Col. 5+6 - page 51	\$	1,230,516	
d. Medi-Cal Managed: Line 415, Col. 7+8 - page 51	\$	19,186,360	
e. County Traditional: Medi-Cruz (Line 415, Col. 9+10) -	\$	705,402	
f. County Managed (Line 415, Col. 11+12) - page 53	\$	-	
g. Other Indigent: (Line 415, Col 17+ 18) - page 57	\$	732,736	
3. Total B.2.	\$	128,726,026	
4. Cost of Government Programs = B.3.*A.3.	\$	40,463,108	
5. Net Operating Expense = B.1. - B.4.	\$	38,701,807	
6. Threshold Factor Percentage - Uncompensated care 5.5% Method			5.50%
7. Required Care = B.5 * B.6	\$	2,128,599	

C. Charity Care Provided: Section 8(2) - page 23

1. Charity (Line 355)	\$	2,500,213	
2. Provided Care = A.3 * C.3	\$	785,905	

D. Excess or (Deficit) Care = C.4 - B.7	Deficit:	\$	(1,342,694)
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Part II.: Cash & In-Kind Services

Qualifying Expenses Provided for Deficit Correction - Approved by HSA

E. Hospital's list (See Attached for details)

a. Cash Contributions to tax-exempt organizations:	\$	566,600
Cash contributions to non-profit healthcare organizations directly supporting low-income indigent populations.		
b. Physician Recruitment	\$	118,714
Relocation costs for medical specialists providing care to indigent patients.		
c. Other community benefit programs	\$	1,078,514
d. Emergency Room Department	\$	-
Losses or significant expenses for operating an Emergency Room.		

Total Provided Deficit Correction (E.) :	= \$	1,763,828
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F. Excess Care:	\$	421,134
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Sutter Maternity & Surgery Center of Santa Cruz

Qualifying Expenses Provided for Deficit Correction 2022

(\$1,342,694)

A. Cash Contributions to tax-exempt organizations: Cash contributions to non-profit healthcare organizations directly supporting low-income indigent populations.

Actionable Insights-CHNA Consultant	\$20,100
Dientes:	\$40,000
Santa Cruz County Black Health Matters	\$20,000
Encompass	\$50,000
First5 Santa Cruz:	\$35,000
Housing Matters:	\$35,000
Salud para la Gente:	\$150,000
Santa Cruz Community Health	\$160,000
Second Harvest of Santa Cruz County	\$16,500
Siena House	\$20,000
United Way of Santa Cruz	\$20,000
TOTAL:	\$566,600

B. Physician Recruitment: Relocation costs for medical specialists providing care to indigent patients.

TOTAL: **\$118,714**

C. Other Community Benefit Programs

Foundation Physicians	\$304,752
Grants and Sponsorships	\$194,500

Encompass Community Services (\$2,000)

Cabrillo College Foundation (\$2,500)

El Sistema Santa Cruz (\$500)
Santa Cruz Community Health Centers (\$25,000)
Santa Cruz Lesbian and Gay Diversity Center (\$5000)
Community Bridges (\$10,000)
Pajaro Valley Shelter Services (\$10,000)
Santa Cruz Community Ventures (\$20,000)
Pajaro Valley Loaves and Fishes (\$10,000)
Pajaro Valley Community Health Trust (\$25,000)
Dientes Community Dental Care (\$25,000)
Health Improvement Partnership (\$57,500)
Dominican Hospital (\$2,000)

In-Kind Health Education (408 hrs)	\$33,850
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Free health education classes for general public, including lactation and breast feeding classes

OB Services Access for High Risk Patients Referred by County	\$88,402
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Foundation Athletic Trainers	\$207,724
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PAMF funded athletic trainers provided in-kind to Santa Cruz City Schools to prevent head injuries and other athletic based injuries.

TOTAL:	\$829,228
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COVID Respiratory Care Clinic Additional Costs:	\$249,286
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Salaries & Benefits	\$176,156
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Supplies	\$10,420
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Purchased Services	\$62,710
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TOTAL QUALIFYING EXPENSES

**(A. CASH CONTRIBUTIONS + B. PHYSICIAN RECRUITMENT
+ C. OTHER COMMUNITY BENEFIT PROGRAMS)**

\$1,763,828