

CHRISTUS Health Gulf Coast

Continuing the Mission through Building Healthier Communities.

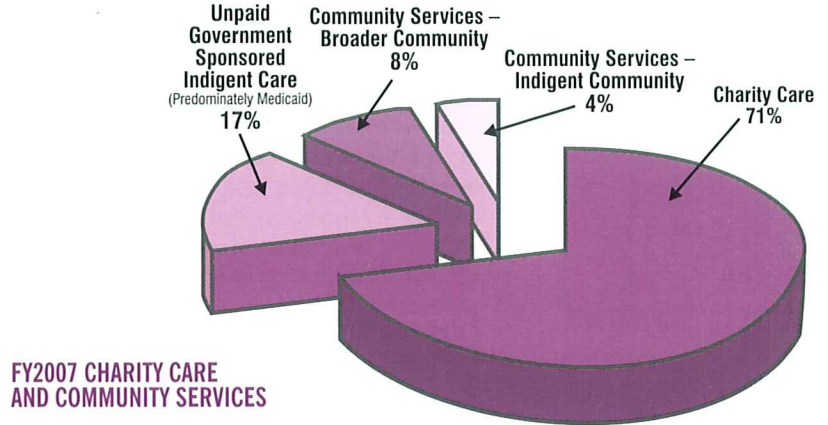
A Synopsis of Community Benefit in Fiscal Year 2007.

CHRISTUS Health Gulf Coast, 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 greater Houston community to improve the health and quality of life for all.

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

CHRISTUS Health Gulf Coast 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, the CHRISTUS Health Gulf Coast region provided more than \$9.6 million in Charity Care, which is 5.3 percent of



our region's net patient revenue. Of this amount, **Unpaid Government Indigent Care** for the underserved, predominately Medicaid, comprises more than \$1.8 million of unpaid costs for fiscal year 2007, which is one percent of net patient revenue.

CHRISTUS Health Gulf Coast also contributed more than \$1.4 million in **Community Services** to the greater Houston community in fiscal year 2007. Thus, CHRISTUS Health Gulf Coast provided \$11.1 million in total community benefits, which is 6.1 percent of net patient revenue earned in fiscal year 2007. This equates to more than \$30,000 a day in community benefits. Not only that, but CHRISTUS

Health Gulf Coast 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 Gulf Coast was more than \$11.2 million, or 6.2 percent of the region's net patient revenue. In accordance with CHA guidelines, CHRISTUS Health Gulf Coast does not include this amount in reports of community benefit provided to other agencies.

CHRISTUS HEALTH GULF COAST 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*
CHARITY CARE				
Charity Care	24,211,425	8.1	7,284,002	4.0
Unpaid Government Indigent Care (predominately Medicaid)	5,295,824	1.8	1,841,417	1.0
Charity Care Subtotal	29,507,249	9.9	9,699,558	5.3
COMMUNITY SERVICES				
	9,020,694	3.0	1,412,965	0.8
Total Community Benefit as per CHA Guidelines	38,527,943	13.0	11,112,523	6.1
UNPAID GOVERNMENT SPONSORED PROGRAMS (predominately Medicare)	20,514,622	6.9	11,231,629	6.2
Total Community Benefit plus unpaid Medicare costs per State of Texas rules	59,042,565	19.9	22,344,152	12.3
NET PATIENT REVENUE (NPR)*	298,074,768		181,072,045	

*All Numbers Are Taken From The Consolidated Financial Statements