

Community Benefit Provided by Minnesota's Hospitals in 2008

Minnesota Department of Health

June, 2010



Health Economics Program
Division of Health Policy
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Background

The Minnesota Department of Health is required to issue an annual report on community benefit provided by Minnesota hospitals.¹ This report describes community benefit provided in 2008, the second year for which this data has been collected. Included in the report is the following information from each of Minnesota's community hospitals:

- Cost of charity care (also referred to as “community care”);
- Underpayment for services provided under state health care programs (the difference between payments for services provided to public program clients and the cost of providing these services);
- Cost of conducting research (this includes clinical research and community health research);
- Cost of providing medical education (examples include student internship in clinical settings and scholarships and funding for professional education);
- Community health services cost (examples include community health education, community based clinical services such as free clinics and screenings, health support services, and self-help programs);
- Financial and in-kind contributions (examples include hours donated by staff and overhead expenses of space donated to not-for-profit community groups);
- Costs of community building activities (examples include economic development activities, community support system enhancements, environmental improvements, and leadership development training for community members);
- Costs of community benefit operations (the cost associated with dedicated staff, and other costs related to implementing the community benefit strategy and operations); and
- Costs of operating subsidized services (services that operated at a financial loss, such as trauma services, burn units, and neonatal intensive care units).

For purposes of this report, community benefit does not include the cost of bad debt or underpayment for Medicare services. In addition, community benefit reported is net of any offsetting revenues that hospitals received for these activities.

Findings

In 2008, Minnesota hospitals reported approximately \$702.8 million in community benefit (see Table 1), up from \$640.2 in 2007.² Community benefit in 2008 accounted for 5.9 percent of total hospital operating expenses, which was slightly up from 2007 (5.7 percent). As the single largest category, state public program underpayments accounted for about 46 percent of total community benefit, or \$325 million (see Figure 1). Charity care represented about 17 percent of total community benefit, or about \$117 million. The cost of operating subsidized services accounted for 14 percent, or \$102 million, while providing medical education amounted to about 12 percent of hospital community benefits, or \$81 million. The cost of operating community benefit programs, community building activities and health services accounted for almost 6 percent of total community benefit in 2008, or \$45.6 million.

¹ Minnesota Statutes, Section 144.699, subdivision 5.

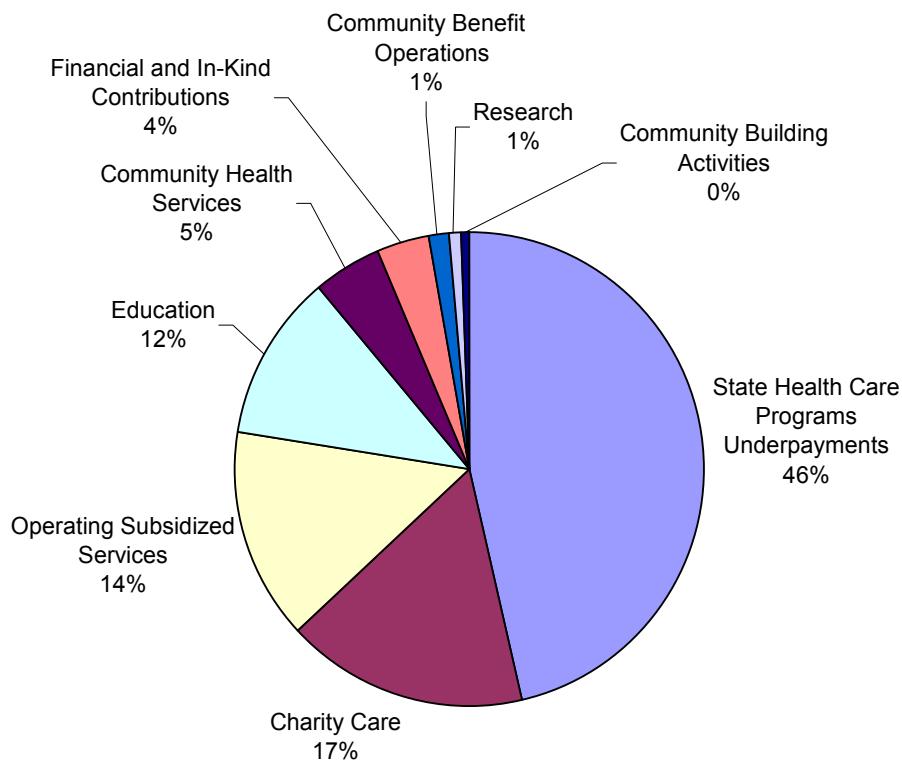
² Data previously published for 2007 community benefit differs slightly from the number in this report because several hospitals have since amended their data.

Table 1
Minnesota Hospital Community Benefit by Category, 2008

	2007	2008	Percent Change
Charity Care	\$98,015,012	\$117,044,452	19.4%
State Health Care Programs Underpayments	\$284,302,135	\$325,272,664	14.4%
Operating Subsidized Services	\$100,709,968	\$101,636,580	0.9%
Education	\$86,461,661	\$80,970,463	-6.4%
Research	\$6,895,732	\$6,565,581	-4.8%
Community Health Services	\$36,437,137	\$33,306,938	-8.6%
Financial and In-Kind Contributions	\$15,288,966	\$25,718,920	68.2%
Community Building Activities	\$3,705,123	\$3,488,196	-5.9%
Community Benefit Operations	\$8,335,231	\$8,820,487	5.8%
Total	\$640,150,965	\$702,824,281	9.8%

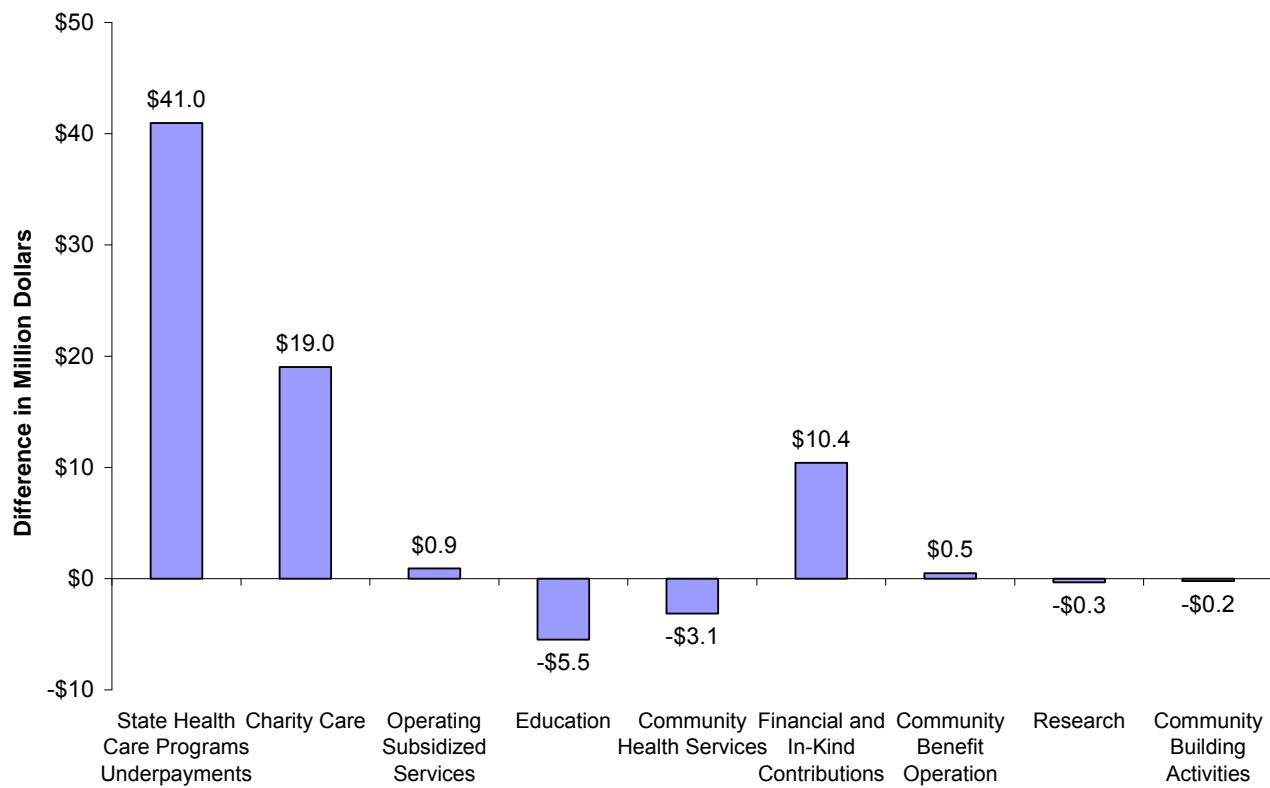
Source: MDH, Health Care Cost Information System

Figure 1
Distribution of Minnesota Community Benefit by Category, 2008



Compared to 2007, hospital community benefit in 2008 increased by almost 10 percent or \$62.7 million. As shown in Figure 2, state health care program underpayments and charity care – the two largest community benefit categories – accounted for most of the increase (\$60 million), a portion of which was somewhat offset by declining spending on education and community health services (-\$8.6 million). Hospitals' financial and in-kind contributions in 2008 increased by \$10.4 million compared to 2007.

Figure 2
Change in Hospital Community Benefit in 2008 Compared to 2007



Source: MDH, Health Care Cost Information System

Community benefit varied by hospital characteristics, as shown in Table 2. For example, community benefit at Minnesota hospitals as a percentage of operating expenses ranged from 2.9 percent in Southeast Minnesota to 7.4 percent in the Northwest. On average, community benefit at rural hospitals in 2008 accounted for 5.2 percent of operating expenses, compared with 6.1 percent at urban hospitals. Community benefit provided by government-owned hospitals in 2008 accounted, on average, for 12 percent of operating expenses, compared with 5.1 percent at Minnesota's private nonprofit hospitals. The two small hospitals in Minnesota that operate as for-profit facilities provided community benefit equal to one-third of one percent of operating expenses in 2008.

Compared to 2007, government-owned hospitals, hospitals in West Central Minnesota, and hospitals with 25 to 49 beds saw the largest increases in community benefit, 36 percent, 27 percent, and 22 percent, respectively (not shown).

Table 2
Hospital Community Benefit by Hospital Characteristics, 2008

	Total Community Benefits	Percent of Operating Expenses
All Hospitals	\$702,824,281	5.9%
Number of Beds		
<25	\$21,303,261	4.8%
25-49	\$87,740,294	6.6%
50-99	\$88,808,360	6.7%
100-199	\$102,187,000	6.3%
>200	\$402,785,365	5.7%
Region		
Central	\$51,995,582	4.1%
Twin Cities Metropolitan	\$471,691,015	7.1%
Northeast	\$62,754,791	6.8%
Northwest	\$19,572,314	7.4%
South Central	\$18,108,501	3.4%
Southeast	\$47,908,255	2.9%
Southwest	\$19,573,055	5.7%
West Central	\$11,220,768	5.2%
Rural	\$119,942,063	5.2%
Urban	\$582,882,218	6.1%
Ownership		
Government	\$165,147,565	12.0%
Private Nonprofit	\$537,586,853	5.1%
Private For-profit	\$89,863	0.3%

Number of beds refers to *available beds*, which are acute care beds that are immediately available for use or could be brought online within a short period of time.

Source: MDH, Health Care Cost Information System

Tables 3 and 4 display detailed community benefit data by hospital, as well as aggregated changes in community benefit between 2007 and 2008. It is important to note that direct comparisons across hospitals should be done with some caution. As this is only the second year that hospitals were required to report detailed community benefit, hospitals' ability to track these costs accurately appears to differ. For example, not all hospitals were able to fully report offsetting revenues for community benefit, and some hospital systems had difficulty allocating their community benefit across individual hospitals.

Table 3
Community Benefit Provided by Minnesota Hospitals, 2008
(Costs Net of Offsetting Revenues, in Dollars)

Name	City	County	Charity Care ¹	State Health Care Programs Underway ²	Operating Subsidized Services	Education	Research	Community Health Services	Financial and In-Kind Contributions	Community Building Activities	Community Benefit Operation	Total Community Benefits	Percent of Operating Expenses	
Abbott Northwestern Hospital	Minneapolis	Hennepin	4,894,018	9,257,743	0	6,747,622	321,819	1,003,878	870,436	126,873	92,368	23,314,757	3.1%	
Albert Lea Medical Center and Medical Center	Albert Lea	Stearns	19,531	132,301	0	3,135	0	8,856	3,815	0	0	167,538	1.9%	
Albert Lea Medical Center - Mayo Health System		Freeborn	2,369,670	2,946,907	0	0	0	0	0	0	0	5,316,577	4.7%	
Appleton Municipal Hospital and Nursing Home	Appleton	Swift	5,999	56,486	330,509	4,872	0	1,463	0	0	0	399,329	6.6%	
Austin Medical Center - Mayo Health System		Mower	283,491	111,753	1,512,917	92,995	0	300,553	32,001	38,877	0	2,001,587	2.7%	
Avera Marshall Regional Medical Center	Marshall	Lyon	48,125	30,306	849,324	59,752	800	44,344	390,630	13,846	750	1,437,877	4.4%	
Bethesda Rehabilitation Hospital	St. Paul	Ramsey	121,292	4,056,440	0	165,852	0	0	28,675	0	137,319	4,509,578	6.1%	
Bigfork Valley Hospital	Bigfork	Itasca	14,928	459,330	1,048,564	32,225	0	0	49,285	0	0	1,604,332	11.6%	
Bridges Medical Services	Ada	Norman	52	51,387	0	0	0	0	0	0	0	51,139	0.9%	
Buffalo Hospital	Buffalo	Wright	840,819	400,220	381	52,570	0	225,785	31,445	28,463	76,993	1,656,676	3.2%	
Cambridge Medical Center	Cambridge	Isanti	1,600,386	0	0	75,149	0	74,881	45,887	23,837	259	1,820,399	2.7%	
Caron Falls Community Hospital	Caron Falls	Goodhue	64,266	0	0	0	0	0	0	0	0	64,266	0.5%	
Children's Hospitals and Clinics, Minneapolis	Minneapolis	Hennepin	881,569	17,888,791	3,410,085	-1,556,708	760,696	1,358,143	829,983	840,554	0	24,413,123	8.0%	
Children's Hospitals and Clinics, St. Paul	St. Paul	Ramsey	569,079	21,352,042	2,705,000	-915,827	663,645	879,189	552,250	490,446	0	26,299,324	12.6%	
Chippewa County-Montevideo Hospital	Montevideo	Chippewa	19,803	257,441	0	149,430	0	16,908	0	8,708	0	452,290	1.8%	
Cleanwater Health Services	Bagley	Cleanwater	10,199	126,805	178,635	0	0	0	0	10,855	0	326,314	3.7%	
Cloudet Community Memorial Hospital & C&NC	Cloquet	Carlton	67,551	776,277	1,164,742	264,813	0	4,027	10,225	27,870	1,158	2,316,863	7.4%	
Cook County North Shore Hospital	Grand Marais	Cook	32,227	177,945	26,821	0	0	0	0	0	0	32,993	3.3%	
Cook Hospital & C&NC	Cook	St. Louis	12,795	303,364	0	0	0	0	0	0	0	316,159	4.2%	
Crofton	Crofton	Crow Wing	180,324	634,101	0	0	0	0	0	0	0	814,425	1.8%	
Deer River Regional Medical Center	Deer River	Itasca	57,711	51,052	0	0	0	0	1,440	50	0	1,576	528,329	
Deer River HealthCare Center		Rice	215,958	1,643,650	0	0	0	92,844	10,510	0	0	145,000	2,107,362	
Distric One Hospital	Douglas	Alexandria	297,398	1,162,211	781,108	0	0	0	0	0	0	2,240,717	5.1%	
Douglas County Hospital	Elbow Lake	Grant	50,738	0	0	0	0	26,334	9,275	0	0	41,330	127,677	
ELEAH Medical Center	Ely	Ely	38,541	242,153	7,000	4,350	0	33,232	40,100	14,300	0	386,776	2.6%	
Ely-Bloomenson Community Hospital & Nursing Home	St. Louis	Martin	239,709	12,387	0	0	0	152,645	0	0	0	405,241	0.6%	
Fairmont Medical Center - Mayo Health System	Fairmont	Chisago	4,012,387	1,089,890	79,313	0	0	795,350	28,615	0	0	7,282,016	5.1%	
Fairview Lakes Regional Medical Center	Princeton	Sherburne	645,398	2,726,779	289,885	0	0	86,516	482	0	0	3,749,060	4.6%	
Fairview Red Wing Medical Center	Red Wing	Goodhue	1,233,672	2,422,049	4,156,761	0	0	888,501	144,673	0	0	111,322	8,968,978	
Fairview Ridge Hospital	Burnsville	Dakota	875,865	3,590,131	1,181,504	0	1,375,574	30,292	0	0	0	7,244,334	4.3%	
Fairview Southdale Hospital	Edina	Hennepin	1,283,591	5,034,448	255,663	141,044	0	2,523,888	9,724	0	0	9,256,127	2.6%	
Fairview University Medical Center - Mesabi	Hibbing	St. Louis	452,806	1,803,277	0	768,163	0	48,873	72,984	37,081	0	51,531	3,234,725	
Falls Memorial Hospital	International Falls	Koochiching	53,816	63,869	1,229,431	11,099	0	6,122	11,124	5,374	0	1,382,751	9.0%	
Firs Care Medical Services	Polk	Polk	78,974	30,172	0	0	0	0	0	136,213	0	19,500	64,859	
Gillette Children's Specialty Healthcare	St. Paul	Ramsey	168,721	9,460,465	7,165,992	1,392,368	0	13,215	0	0	0	22,287,289	3.0%	
Glacial Ridge Health System	Glenwood	Pope	17,315	114,657	652,429	0	0	0	195,983	80,189	0	0	2,316	786,717
Glencoe Regional Health Services	Glencoe	McLeod	285,637	821,754	73,748	0	0	0	13,671	0	0	0	1,458,115	4.0%
Graceville Health Center	Graceville	Big Stone	18,267	99,632	295,153	0	0	0	0	0	0	0	426,713	9.8%
Grand Itasca Clinic and Hospital & C&NC	Grand Rapids	Itasca	307,162	3,522,368	0	0	0	35,340	43,937	0	0	0	3,908,807	
Granite Falls Municipal Hospital & Manor	Granite Falls	Yellow Medicine	13,323	0	99,573	0	0	9,301	0	100	0	122,297	1.2%	
Hendricks Community Hospital Association	Hendricks	Lincoln	9,543	61,214	93,930	22,489	0	0	2,728	9,095	0	0	198,999	3.4%
Hennepin County Medical Center	Hennepin	Hennepin	19,461,654	82,951,000	341	12,333,205	0	353,838	1,955	322,547	0	115,174,540	19.7%	
Hutchinson Area Health Care	Hutchinson	McLeod	87,592	1,076,815	0	168,227	31,883	198,853	97,317	32,521	0	1,697,230	3.0%	
Immanuel St. Joseph's - Mayo Health System	Lake City	Blue Earth	881,240	4,133,432	0	0	0	161,355	89,516	0	0	5,065,643	2.8%	
Jackson Medical Center	Jackson	Jackson	53,561	63,381	83,563	0	0	38,755	0	0	0	239,265	3.6%	
Johnson Memorial Health Services	Dawson	Kanabec	33,333	187,388	40,587	2,500	0	17,000	6,000	0	0	12,000	6,808	
Kanabec	Kanabec	Itasca	1,163,429	1,089,043	329,370	124,577	0	16,947	176,534	4,562	0	6,325	2,910,787	
Kittson Memorial Healthcare Center	Hallock	Itasca	7,380	108,357	522,083	0	0	20,303	0	0	0	658,128	14.4%	
Lake City Medical Center - Mayo Health System	Lake City	Goodhue	111,026	387,176	172,875	2,000	0	0	1,825	1,519	55,579	732,000	3.4%	
Lake Region HealthCare Corporation	Fergus Falls	Otter Tail	195,614	1,321,313	0	0	0	150,000	0	0	0	1,666,627	3.2%	
Lake View Memorial Hospital & Home	Two Harbors	Lake	14,612	90,826	1,760,000	60,000	0	0	0	0	0	0	1,925,338	22.0%
Lakeside Medical Center, Inc. - Hospital	Pine City	Pine	23,430	45,433	20,000	1,000	0	0	0	0	0	0	89,363	5.3%
Lakeview Memorial Hospital	Stillwater	Washington	372,101	1,721,263	4,496,135	27,296	0	73,590	436,363	0	0	7,127,348	8.7%	
LakeWood Health Center	Baudette	Lake Of The Woods	192,018	67,432	32,863	2,785	0	73,162	57,366	20,189	0	445,815	4.6%	
Lakewood Health Center	Staples	Wadena	705,129	200,114	5,191,754	0	0	5,500	0	0	0	6,250	6,111,747	
Life Care Medical Center	Roseau	Roseau	83,910	0	2,561,457	52,690	0	193,123	94,246	97,356	0	3,840	3,086,822	
Long Prairie Memorial Hospital & Home	Long Prairie	Todd	129,788	169,820	0	0	0	278	11,049	0	0	310,355	2.4%	
Madelia Community Hospital	Madelia	Watonwan	16,688	0	148,640	15,265	0	65,980	0	0	0	250,549	3.3%	
Madison Hospital	Madison	Lac Qui Parle	15,230	35,331	70,089	0	0	0	0	0	0	121,150	1.9%	

Name	City	County	Charity Care/ Inpatient Underpayment <i>12</i>	State Health Care Payments <i>12</i>	Operating Subsidized Services	Education	Research	Community Health Services	Financial and In-Kind Contributions	Community Building Activities	Community Benefit Operation	Total Community Benefits	Percent of Operating Expenses	
Mahnomen Health Center	Mahnomen	Mahnomen	5,044	213,399	627,803	4,994	0	31,997	6,252	32,229	556	922,274	23.5%	
Meeker County Memorial Hospital	Litchfield	Meeker	57,326	367,396	0	133,877	0	105,891	4,100	23,549	15,125	707,264	3.4%	
Melrose Area Hospital- Centracare	Melrose	Stearns	13,421	21,465	0	0	0	0	12,715	8,110	0	55,711	0.6%	
Mercy Hospital	Coon Rapids	Anoka	3,920,551	0	573,128	62,568	1,180	701,746	35,737	24,949	120,436	5,440,295	1.7%	
Mercy Hospital & Health Care Center	Moose Lake	Cajeton	75,507	441,422	366,972	0	0	348,500	0	0	0	1,232,401	5.2%	
Mille Lacs Health System	Onamia	Mille Lacs	183,999	345,480	779,771	0	0	0	0	0	0	1,309,250	5.2%	
Miller-Dwan Medical Center	Duluth	St. Louis	331,611	86,167	0	1,036,512	0	246,088	1,965,506	0	0	3,665,894	4.8%	
Minnesota Valley Health Center	Le Sueur	Le Sueur	12,287	1,0	11,323	0	0	0	0	0	0	23,610	0.5%	
Monticello-Big Lake Hospital	Monticello	Wright	337,739	1,263,059	0	37,803	0	9,847	7,071	0	0	1,655,519	4.0%	
Murray County Memorial Hospital	Slayton	Murray	105,070	100,780	2,123,434	34,988	0	33,465	5,538	6,386	17,138	2,426,809	19.8%	
New Ulm Medical Center	New Ulm	Bernard	861,800	388,732	107,073	0	0	252,009	23,536	24,901	0	9,405	1.667,556	
North Country Health Services	Bemidji	Bertrami	230,943	3,596,402	871,231	0	0	78,404	90,000	0	0	4,866,380	6.3%	
North Memorial Medical Center	Robbinsdale	Hennepin	4,424,571	12,742,087	3,072,643	-1,519,966	0	1,952,765	403,526	9,046	456,484	21,541,156	4.8%	
North Valley Health Center	Warren	Marshall	4,719	92,211	588,337	0	0	0	0	0	0	6,267	15.6%	
Northfield Hospital & Long Term Care Center	Northfield	Dakota	80,218	938,530	1,791,040	0	0	286,271	58,850	0	421,527	3,576,236	8.8%	
Northwest Medical Center	Thief River Falls	Pennington	75,217	569,977	188,803	0	0	-18,992	0	0	0	815,005	2.9%	
Olmsted Medical Center	Rochester	Olmsted	1,220,956	6,333,322	2,993,099	0	892,950	0	60,523	0	0	11,500,950	9.5%	
Ortonville Area Health Services	Ortonville	Big Stone	23,492	6,003	167,598	27,728	0	32,636	650	0	17,025	275,820	2.9%	
Owatonna Hospital	Owatonna	Steile	220,854	389,789	8,664	185,471	0	233,675	161,752	27,023	6,696	1,233,924	3.4%	
Park Nicollet Methodist Hospital	St. Louis Park	Hennepin	2,990,633	6,356,987	0	2,739,866	0	579,808	30,124	0	209,955	12,907,382	3.0%	
Pavineville Area Health Care System	Paynesville	Stearns	135,180	205,118	3,212,735	19,151	0	19,500	0	0	0	3,617,644	14.9%	
Perham Memorial Hospital and Home	Perham	Otter Tail	11,775	0	2,272,031	26,287	0	45,208	485,148	0	12,175	2,852,624	23.8%	
Phillips Eye Institute	Minneapolis	Hennepin	99,359	169,366	15,037	1,549	0	322,182	142,199	17,262	0	3,137	770,101	2.5%
Pine Medical Center	Pine	Pine	92,447	0	126,642	0	0	0	2,217	0	0	26,970	2,676	2.6%
Pipesstone	Sandstone	Pipesstone	73,048	135,261	0	0	0	0	10,717	1,000	11,363	0	231,389	1.1%
New Plague	Redwood Falls	Scott	231,958	82,100	1,026,804	0	0	0	32,547	17,587	456,806	0	753,245	10.2%
Golden Valley	Hennepin	Redwood	26,260	217,935	0	0	0	0	0	0	0	0	0	0.0%
Hastings	Dakota	Hennepin	149,690	666,461	0	168,796	0	184,058	4,907	0	0	1,173,912	2.6%	
Regions Hospital	St. Paul	Ramsey	18,875,709	0	0	12,880,877	0	0	914,341	0	0	4,353,124	37,028,051	7.6%
Renville County Hospital	Willmar	Kandiyohi	5,176	398,006	0	0	0	0	0	0	0	183,451	586,633	4.9%
Rice Memorial Hospital	Waconia	Carver	256,781	4,428,560	0	141,859	0	1,293,210	71,728	0	0	6,192,138	8.2%	
Ridgeview Medical Center	St. Peter	Nicollet	96,492	877,087	0	636,024	35,768	523,018	243,205	56,206	8,325	2,806,079	3.0%	
Rivers Edge Hospital & Clinic	Crookston	Polk	56,209	340,606	1,536,166	262,762	0	433,129	5,258	66,108	432,842	4,822,757	19.4%	
Riverview Healthcare Association	Aitkin	Olmsted	152,338	4,010,354	392,028	3,36,000	0	170,638	474	20,232	10,101	4,365,071	13,330	
Rivewood HealthCare Center	Rochester	Wabasha	187,602	539,985	834,190	19,586	0	2,61,180	0	0	0	7,045,158	2.2%	
Saint Elizabeth's Medical Center	Rochester	Olmsted	4,651,845	0	0	0	0	1,000,000	0	0	0	1,683,3562	15.8%	
Saint Marys Hospital	Yellow	Medicine	58,124	0	0	0	0	53,154	9,616	334	1,398	122,626	1.1%	
Sanford Canby Medical Center	Canby	Rock	126,364	192,451	426,924	0	0	0	1,788	14,830	0	0	762,337	5.6%
Sanford Hospital Luverne	Arlington	Sibley	18,353	200,055	0	0	0	0	0	0	0	0	218,408	2.0%
Sibley Medical Center	Sleepy Eye	Brown	24,503	180,448	0	4,560	8,500	0	8,500	0	0	9,875	27,886	3.0%
Springfield Medical Center - Mayo Health System	Springfield	Brown	6,944	133,742	0	0	0	23,389	0	0	0	0	175,099	1.5%
St. Cloud Hospital	Stearns	St. Cloud	4,389,188	153,798	2,618,394	197,254	0	495,225	2,525,143	17,314	0	10,505,700	2.3%	
St. Francis Medical Center	Breckenridge	Wilkim	1,683,839	483,036	101,410	75,451	0	378,567	77,519	2,699	384,181	1,667,827	9.3%	
St. Francis Regional Medical Center	Shakopee	Scott	1,247,262	3,052,904	483,036	166,598	0	206,361	8,073	0	0	19,839	5,360,334	5.2%
St. Gabriel's Hospital	Little Falls	Morrison	194,037	0	0	31,206	0	291,644	10,528	0	0	527,415	1.4%	
St. James Medical Center - Mayo Health System	Watonwan	Watonwan	32,230	292,063	0	0	0	35,213	0	0	0	0	359,506	2.6%
St. John's Hospital	St. Paul	Ramsey	2,068,059	10,215,700	1,732,957	0	0	45,527	6,900	0	0	17,1076	14,237,219	6.5%
St. Joseph's Area Health Services, Inc.	Duluth	Hubbard	197,006	863,841	341,070	0	0	368,423	37,911	0	0	1,808,251	6,0%	
St. Joseph's Hospital	Crow Wing	Crow Wing	2,102,396	12,252,100	0	2,163,655	0	37,563	0	0	1,250	24,020	16,798,984	7.7%
St. Joseph's Medical Center	Brainerd	St. Louis	1,420,274	1,408,559	11,980	1,080,414	0	57,945	170,396	24,269	0	4,176,774	4.4%	
St. Luke's Hospital	Duluth	St. Louis	1,327,697	1,219,717	4,391,186	4,219,220	0	4,186	306,383	373,660	32,872	11,874,321	6.3%	
St. Mary's Medical Center	Becker	St. Louis	2,034,500	10,403,884	594,629	5,476,651	0	207,311	7,281,158	0	0	26,373,414	8.8%	
St. Mary's Regional Health Center	Sauk Centre	Stearns	98,936	1,089,046	63,783	0	0	11,055	3,680	1,275	0	1,276,289	3.6%	
St. Michael's Hospital & Nursing Home	Stevens	Stevens	34,329	30,823	206,423	0	0	0	5,000	0	0	349,145	3.2%	
Stevens Community Medical Center	Morris	Stevens	378,830	894,526	187,526	0	0	154,913	22,023	18,004	0	1,658,445	5.2%	
Swift County-Benson Hospital	Swift	Swift	30,483	0	42,763	0	0	0	0	0	0	73,246	0.7%	
Tracy Area Medical Services	Tracy	Lyon	39,596	308,240	724,370	0	0	10,250	0	0	0	1,087,456	11.4%	
Tri-County Hospital	Wadena	Wadena	189,939	658,645	3,603,343	22,865	0	120,263	34,069	7,075	0	4,636,199	11.1%	

Name	City	County	Charity Care ¹	State Health Programs Under payment ²	Operating Subsidized Services	Education	Research	Community Health Services	Financial and In-Kind Contributions	Community Building Activities	Community Benefit Operation	Total Community Benefits	Percent of Operating Expenses
Tyler Healthcare Center, Inc.	Tyler	Lincoln	9,325	6,919,994	1,246,005	449,402	0	0	519,052	4,274,291	0	6,551	465,278 7.1%
United Hospital	St. Paul	Ramsey	4,942,997	0	2,395,570	0	0	0	0	0	0	25,692	20,390,134 4.9%
United Hospital District	Blue Earth	Fairbault	405,022	464,630	1,443,050	0	0	0	36,770	-3,030	0	107,349	2,453,791 12.3%
Unity Hospital	Anoka	Fridley	2,452,492	2,401,096	1,309,594	37,997	506	582,721	95,386	13,514	103,884	6,997,170	3.8%
University of Minnesota Medical Center - Fairview	Minneapolis	Hennepin	3,638,468	29,864,568	9,310,584	25,028,182	0	4,653,392	268,261	0	0	75,126,507	8.0%
Virginia Regional Medical Center	St. Louis	Virginia	78,719	1,718,601	215,641	0	0	129,522	0	0	0	99,743	2,242,226 5.4%
Waseca Medical Center - Mayo Health System	Waseca	Waseca	57,709	457,942	0	0	0	0	4,875	0	0	45,420	565,946 3.3%
Westbrook Health Center	Cottonwood	Cottonwood	21,943	79,155	520,126	0	0	14,500	0	0	0	0	635,724 13.7%
Whalen Community Hospital	Wheaton	Traverse	4,371	189,563	22,000	0	0	2,500	1,500	7,000	0	226,334	3.5%
White Community Hospital & C&NC	Aurora	St. Louis	35,258	35,388	691,229	24,569	0	0	33,500	0	0	819,944	152,944 15.2%
Windom Area Hospital	Windom	Cottonwood	34,021	182,720	52,852	64,200	0	22,355	19,235	4,545	650	380,578	3.2%
Winona Community Memorial Hospital	Winona	Winona	506,081	1,975,292	913,182	299,554	0	75,010	90,002	64,018	0	3,869,322	6.3%
Woodwinds Health Campus	Washington	Washington	881,606	3,438,240	0	261,778	0	3,200	102	0	0	329,650	4,914,576 4.8%
Worthington Regional Hospital	Nobles	Worthington	161,618	1,274,562	78,279	0	0	0	0	0	0	7,227	1,521,686 6.3%
All Hospitals			117,044,452	325,272,664	101,636,580	80,970,463	6,565,581	33,306,938	25,718,920	3,488,196	8,820,487	702,824,281	5.9%

¹/ This data may vary slightly from reported data for select hospitals that have attempted to directly estimate the actual cost of charity care. For the purpose of MDH reporting, charity care cost is calculated by multiplying hospital-level charity care charges times a cost-to-charge ratio.

²/2 Calculated as the difference between payments for services provided to public program clients and the cost of providing these services. Where there were no calculated underpayments, this category is zero.

Source: MDH, Health Care Cost Information System

Table 4
Two-Year Trend of Community Benefit Provided by Minnesota Hospitals

Hospital	City	County	Total Community Benefit (in dollars)		Percent Change	Community Benefit as Percent of Operating Expenses	
			2007	2008		2007	2008
Abbott Northwestern Hospital	Minneapolis	Hennepin	29,523,242	23,314,757	-21.0%	4.2%	3.1%
Albany Area Hospital and Medical Center	Albany	Stearns	160,215	167,638	4.6%	1.9%	1.9%
Albert Lea Medical Center - Mayo Health System	Albert Lea	Freeborn	7,671,526	5,316,577	-30.7%	7.4%	4.7%
Appleton Municipal Hospital and Nursing Home	Appleton	Swift	278,283	399,329	43.5%	5.0%	6.6%
Austin Medical Center - Mayo Health System	Austin	Mower	2,753,797	2,376,587	-13.7%	3.4%	2.7%
Avera Marshall Regional Medical Center	Marshall	Lyon	1,925,348	1,437,877	-25.3%	6.8%	4.4%
Bethesda Rehabilitation Hospital	St. Paul	Ramsey	12,349,172	4,509,578	-63.5%	17.8%	6.1%
Bigfork Valley Hospital	Bigfork	Itasca	883,225	1,604,332	81.6%	7.9%	11.6%
Bridges Medical Services	Ada	Norman	100,282	51,439	-48.7%	2.1%	0.9%
Buffalo Hospital	Buffalo	Wright	1,818,159	1,656,676	-8.9%	3.9%	3.2%
Cambridge Medical Center	Cambridge	Isanti	1,338,961	1,820,399	36.0%	2.1%	2.7%
Cannon Falls Community Hospital	Cannon Falls	Goodhue	382,196	64,266	-83.2%	3.7%	0.5%
Children's Hospitals and Clinics, Minneapolis	Minneapolis	Hennepin	21,038,456	24,413,123	16.0%	7.5%	8.0%
Children's Hospitals and Clinics, St. Paul	St. Paul	Ramsey	20,911,072	26,299,824	25.8%	10.7%	12.6%
Chippewa County-Montevideo Hospital	Montevideo	Chippewa	573,947	452,290	-21.2%	2.5%	1.8%
Clearwater Health Services	Bagley	Clearwater	474,639	326,314	-31.3%	5.9%	3.7%
Cloquet Community Memorial Hospital & C&NC	Cloquet	Carlton	2,805,696	2,316,663	-17.4%	9.4%	7.4%
Cook County North Shore Hospital	Grand Marais	Cook	237,652	236,993	-0.3%	3.5%	3.3%
Cook Hospital & C&NC	Cook	St. Louis	314,558	316,159	0.5%	4.2%	4.2%
Cuyuna Regional Medical Center	Crosby	Crow Wing	707,530	814,425	15.1%	1.9%	1.8%
Deer River HealthCare Center	Deer River	Itasca	896,701	528,829	-41.0%	7.6%	3.6%
District One Hospital	Faribault	Rice	1,162,611	2,107,962	81.3%	3.0%	5.1%
Douglas County Hospital	Alexandria	Douglas	1,838,230	2,240,717	21.9%	2.9%	3.2%
ELEAH Medical Center	Elbow Lake	Grant	112,399	127,677	13.6%	2.0%	1.2%
Ely-Bloomenson Community Hospital & Nursing Home	Ely	St. Louis	497,227	386,776	-22.2%	3.7%	2.6%
Fairmont Medical Center - Mayo Health System	Fairmont	Martin	1,055,641	405,241	-61.6%	1.6%	0.6%
Fairview Lakes Regional Medical Center	Wyoming	Chisago	6,670,646	7,282,016	9.2%	5.0%	5.1%
Fairview Northland Regional Hospital	Princeton	Sherburne	3,846,995	3,749,060	-2.5%	5.0%	4.6%
Fairview Red Wing Medical Center	Red Wing	Goodhue	5,370,852	8,968,978	67.0%	6.6%	10.4%
Fairview Ridges Hospital	Burnsville	Dakota	8,136,250	7,244,434	-11.0%	5.2%	4.3%
Fairview Southdale Hospital	Edina	Hennepin	12,989,637	9,258,127	-28.7%	3.8%	2.6%
Fairview University Medical Center - Mesabi	Hibbing	St. Louis	1,873,253	3,234,725	72.7%	2.4%	3.9%
Falls Memorial Hospital	International Falls	Koochiching	1,516,380	1,382,751	-8.8%	10.5%	9.0%
First Care Medical Services	Fosston	Polk	292,968	264,859	-9.6%	3.6%	3.0%
Gillette Children's Specialty Healthcare	St. Paul	Ramsey	23,076,085	22,287,289	-3.4%	21.3%	18.8%
Glacial Ridge Health System	Glenwood	Pope	632,974	786,717	24.3%	5.9%	6.0%
Glencoe Regional Health Services	Glencoe	McLeod	1,953,295	1,458,115	-25.4%	5.3%	4.0%
Graceville Health Center	Graceville	Big Stone	127,286	426,713	235.2%	3.1%	9.8%
Grand Itasca Clinic and Hospital & C&NC	Grand Rapids Itasca		3,669,346	3,908,807	6.5%	5.6%	5.8%
Granite Falls Municipal Hospital & Manor	Granite Falls	Yellow Medicine	190,109	122,297	-35.7%	2.0%	1.2%
Hendricks Community Hospital Association	Hendricks	Lincoln	117,924	198,999	68.8%	2.4%	3.4%
Hennepin County Medical Center	Minneapolis	Hennepin	77,067,544	115,174,540	49.4%	13.8%	19.7%
Hutchinson Area Health Care	Hutchinson	McLeod	783,258	1,697,230	116.7%	1.5%	3.0%
Immanuel St. Joseph's - Mayo Health System	Mankato	Blue Earth	4,925,000	5,065,543	2.9%	3.2%	2.8%

Hospital	City	County	Total Community Benefit (in dollars)		Percent Changes	Community Benefit as Percent of Operating Expenses	
			2007	2008		2007	2008
Jackson Medical Center	Jackson	Jackson	207,041	239,265	15.6%	3.2%	3.6%
Johnson Memorial Health Services	Dawson	Lac Qui Parle	598,157	660,808	10.5%	9.6%	8.9%
Kanabec Hospital	Mora	Kanabec	2,166,261	2,910,787	34.4%	7.6%	9.1%
Kitton Memorial Healthcare Center	Hallock	Kitton	830,696	658,128	-20.8%	19.3%	14.4%
Lake City Medical Center - Mayo Health System	Lake City	Goodhue	761,315	732,000	-3.9%	3.8%	3.4%
Lake Region Healthcare Corporation	Fergus Falls	Otter Tail	492,750	1,666,827	238.3%	1.0%	3.2%
Lake View Memorial Hospital & Home	Two Harbors	Lake	1,473,574	1,925,438	30.7%	19.7%	22.0%
Lakeside Medical Center, Inc. - Hospital	Pine City	Pine	68,729	89,863	30.7%	4.3%	5.3%
Lakeview Memorial Hospital	Stillwater	Washington	4,539,200	7,127,348	57.0%	6.1%	8.7%
LakeWoods Health Center	Baudette	Lake Of The Woods	629,985	445,815	-29.2%	7.3%	4.6%
Lakewood Health System	Staples	Wadena	5,175,099	6,111,747	18.1%	10.9%	10.7%
LifeCare Medical Center	Roseau	Roseau	271,978	3,086,622	1034.9%	1.6%	15.6%
Long Prairie Memorial Hospital & Home	Long Prairie	Todd	134,086	310,935	131.9%	1.1%	2.4%
Madelia Community Hospital	Madelia	Watsonwan	158,405	250,549	58.2%	2.5%	3.3%
Madison Hospital	Madison	Lac Qui Parle	434,064	121,150	-72.1%	7.2%	1.9%
Mahnomen Health Center	Mahnomen	Mahnomen	757,713	922,274	21.7%	23.3%	23.5%
Meeker County Memorial Hospital	Litchfield	Meeker	682,188	707,264	3.7%	3.6%	3.4%
Melrose Area Hospital - CentraCare	Melrose	Stearns	183,632	55,711	-69.7%	2.0%	0.6%
Mercy Hospital	Coon Rapids	Anoka	6,642,178	5,440,295	-18.1%	2.3%	1.7%
Mercy Hospital & Health Care Center	Moose Lake	Carlton	1,418,234	1,232,401	-13.1%	6.1%	5.2%
Mille Lacs Health System	Onamia	Mille Lacs	1,032,178	1,309,250	26.8%	4.2%	5.2%
Miller-Dwan Medical Center	Duluth	St. Louis	1,661,030	3,665,894	120.7%	2.3%	4.8%
Minnesota Valley Health Center	Le Sueur	Le Sueur	858,790	23,610	-97.3%	18.5%	0.5%
Monticello-Big Lake Hospital	Monticello	Wright	1,711,165	1,655,519	-3.3%	4.2%	4.0%
Murray County Memorial Hospital	Slayton	Murray	1,606,222	2,426,809	51.1%	13.2%	19.8%
New Ulm Medical Center	New Ulm	Brown	1,098,399	1,667,556	51.8%	1.9%	2.8%
North Country Health Services	Bemidji	Beltrami	5,163,860	4,866,980	-5.7%	6.8%	6.3%
North Memorial Medical Center	Robbinsdale	Hennepin	18,252,259	21,541,156	18.0%	4.3%	4.8%
North Valley Health Center	Warren	Marshall	615,069	685,267	11.4%	16.5%	15.6%
Northfield Hospital & Long Term Care Center	Northfield	Dakota	3,890,349	3,576,236	-8.1%	10.4%	8.8%
Northwest Medical Center	Thief River Falls	Pennington	373,255	815,005	118.4%	1.5%	2.9%
Olmsted Medical Center	Rochester	Olmsted	6,165,398	11,500,850	86.5%	5.5%	9.5%
Ortonville Area Health Services	Ortonville	Big Stone	439,625	275,182	-37.4%	4.8%	2.9%
Owatonna Hospital	Owatonna	Steele	816,901	1,233,924	51.0%	2.4%	3.4%
Park Nicollet Methodist Hospital	St. Louis Park	Hennepin	11,199,290	12,907,382	15.3%	2.8%	3.0%
Paynesville Area Health Care System	Paynesville	Stearns	1,693,090	3,617,647	113.7%	7.9%	14.9%
Perham Memorial Hospital and Home	Perham	Otter Tail	2,452,682	2,852,624	16.3%	23.0%	23.8%
Phillips Eye Institute	Minneapolis	Hennepin	427,482	770,101	80.1%	1.5%	2.5%
Pine Medical Center	Sandstone	Pine	422,075	248,676	-41.1%	5.0%	2.6%
Pipestone County Medical Center	Pipestone	Pipestone	357,638	231,389	-35.3%	2.4%	1.1%
Queen of Peace Hospital	New Prague	Scott	3,214,768	2,993,258	-6.9%	11.3%	10.2%
Redwood Area Hospital	Redwood Falls	Redwood	574,279	753,245	31.2%	4.0%	4.7%
Regency Hospital of Minneapolis	Golden Valley	Hennepin	63,366	0	-100.0%	0.2%	0.0%
Regina Medical Center	Hastings	Dakota	399,529	1,173,912	193.8%	0.9%	2.6%
Regions Hospital	St. Paul	Ramsey	31,436,240	37,028,051	17.8%	7.0%	7.6%
Renville County Hospital	Olivia	Renville	255,273	586,633	129.8%	2.4%	4.9%
Rice Memorial Hospital	Willmar	Kandiyohi	5,818,127	6,192,138	6.4%	7.9%	8.2%

Hospital	City	County	Total Community Benefit (in dollars)		Percent Changes	Community Benefit as Percent of Operating Expenses	
			2007	2008		2007	2008
Ridgeview Medical Center	Waconia	Carver	1,981,782	2,806,079	41.6%	2.2%	3.0%
River's Edge Hospital & Clinic	St. Peter	Nicollet	1,935,031	2,832,757	46.4%	15.2%	19.4%
Riverview Healthcare Association	Crookston	Polk	3,367,914	4,365,071	29.6%	12.4%	13.3%
Riverwood HealthCare Center	Aitkin	Aitkin	595,726	704,518	18.3%	1.9%	2.2%
Rochester Methodist Hospital	Rochester	Olmsted	4,503,482	5,402,382	20.0%	1.4%	1.5%
Saint Elizabeth's Medical Center	Wabasha	Wabasha	1,255,671	1,683,562	34.1%	11.1%	13.8%
Saint Marys Hospital	Rochester	Olmsted	19,494,817	4,651,845	-76.1%	3.2%	0.7%
Sanford Canby Medical Center	Canby	Yellow Medicine	147,089	122,626	-16.6%	1.4%	1.1%
Sanford Hospital Luverne	Luverne	Rock	750,476	762,337	1.6%	5.8%	5.6%
Sibley Medical Center	Arlington	Sibley	653,839	218,408	-66.6%	6.9%	2.0%
Sleepy Eye Medical Center	Sleepy Eye	Brown	86,631	227,886	163.1%	1.3%	3.0%
Springfield Medical Center - Mayo Health System	Springfield	Brown	144,000	175,099	21.6%	1.3%	1.5%
St. Cloud Hospital	St. Cloud	Stearns	10,432,019	10,505,700	0.7%	2.5%	2.3%
St. Francis Medical Center	Breckenridge	Wilkin	1,706,968	1,660,827	-2.7%	10.9%	9.3%
St. Francis Regional Medical Center	Shakopee	Scott	3,305,344	5,360,934	62.2%	3.5%	5.2%
St. Gabriel's Hospital	Little Falls	Morrison	851,855	527,415	-38.1%	3.2%	1.4%
St. James Medical Center - Mayo Health System	St. James	Watonwan	446,552	359,506	-19.5%	3.8%	2.6%
St. John's Hospital	Maplewood	Ramsey	6,496,518	14,237,219	119.2%	3.2%	6.5%
St. Joseph's Area Health Services, Inc.	Park Rapids	Hubbard	1,545,814	1,808,251	17.0%	5.5%	6.0%
St. Joseph's Hospital	St. Paul	Ramsey	15,943,907	16,798,984	5.4%	7.8%	7.7%
St. Joseph's Medical Center	Brainerd	Crow Wing	5,754,793	4,176,774	-27.4%	6.4%	4.4%
St. Luke's Hospital	Duluth	St. Louis	23,740,617	11,874,921	-50.0%	13.2%	6.3%
St. Mary's Medical Center	Duluth	St. Louis	18,470,766	26,373,414	42.8%	6.5%	8.8%
St. Mary's Regional Health Center	Detroit Lakes	Becker	2,879,479	1,276,289	-55.7%	8.7%	3.6%
St. Michael's Hospital & Nursing Home	Sauk Centre	Stearns	1,055,859	349,145	-66.9%	10.6%	3.2%
Stevens Community Medical Center	Morris	Stevens	1,211,291	1,658,445	36.9%	4.1%	5.2%
Swift County-Benson Hospital	Benson	Swift	65,623	73,246	11.6%	0.8%	0.7%
Tracy Area Medical Services	Tracy	Lyon	755,269	1,087,456	44.0%	8.6%	11.4%
Tri-County Hospital	Wadena	Wadena	5,521,995	4,636,199	-16.0%	18.9%	11.1%
Tyler Healthcare Center, Inc.	Tyler	Lincoln	436,092	465,278	6.7%	8.0%	7.1%
United Hospital	St. Paul	Ramsey	28,025,334	20,390,134	-27.2%	6.7%	4.9%
United Hospital District	Blue Earth	Faribault	1,349,604	2,453,791	81.8%	8.8%	12.3%
Unity Hospital	Fridley	Anoka	7,269,534	6,997,170	-3.7%	4.3%	3.8%
University of Minnesota Medical Center - Fairview	Minneapolis	Hennepin	59,367,478	75,126,507	26.5%	6.6%	8.0%
Virginia Regional Medical Center	Virginia	St. Louis	2,198,291	2,242,226	2.0%	5.5%	5.4%
Waseca Medical Center - Mayo Health System	Waseca	Waseca	346,493	565,946	63.3%	2.1%	3.3%
Westbrook Health Center	Westbrook	Cottonwood	482,738	635,724	31.7%	11.5%	13.7%
Wheaton Community Hospital	Wheaton	Traverse	387,351	226,934	-41.4%	6.1%	3.5%
White Community Hospital & C&NC	Aurora	St. Louis	741,112	819,944	10.6%	14.6%	15.2%
Windom Area Hospital	Windom	Cottonwood	247,567	380,578	53.7%	2.2%	3.2%
Winona Community Memorial Hospital	Winona	Winona	3,489,564	3,869,322	10.9%	6.3%	6.3%
Woodwinds Health Campus	Woodbury	Washington	4,395,512	4,914,576	11.8%	4.9%	4.8%
Worthington Regional Hospital	Worthington	Nobles	1,638,976	1,521,686	-7.2%	7.0%	6.3%
All Hospital			640,150,965	702,824,281	9.8%	5.7%	5.9%

Source: MDH, Health Care Cost Information System