

Assessing hospitals' financial stability and supporting access to care

Becky Hultberg President and CEO

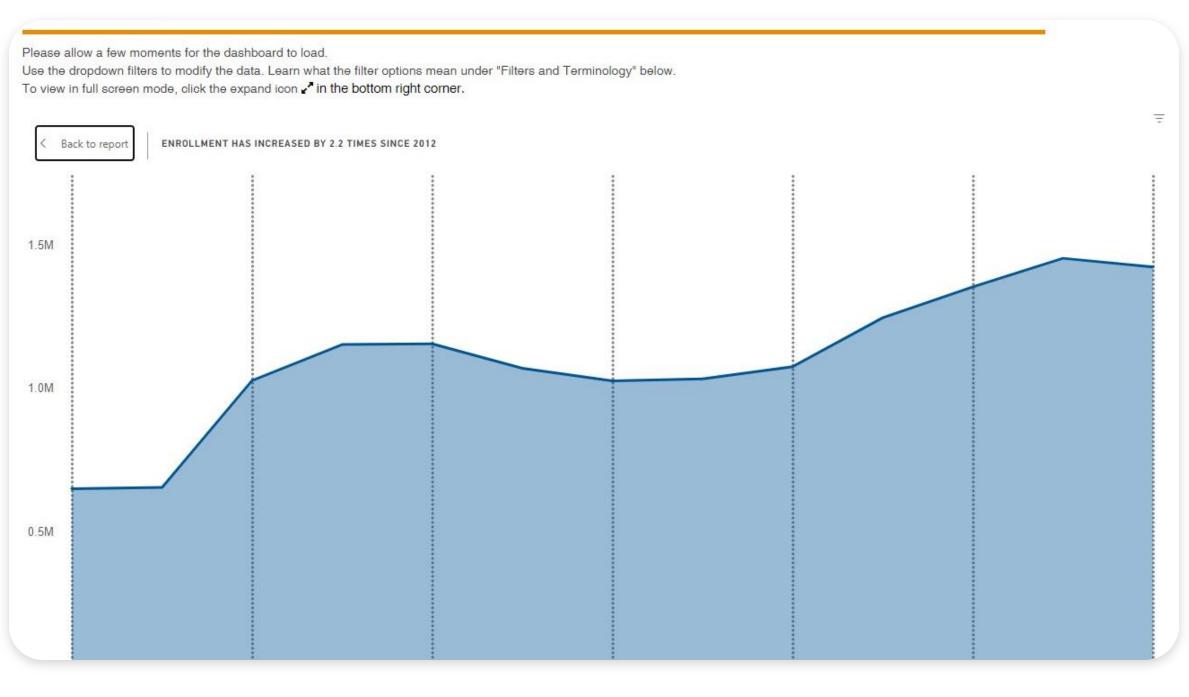
May 30, 2024

Hospitals are anchors in the communities they serve





Policy changes during the pandemic led to a needed expansion of Medicaid coverage



Between 2020 and 2024, enrollment grew 32%



Medicaid underpayments are impacting Oregon hospitals



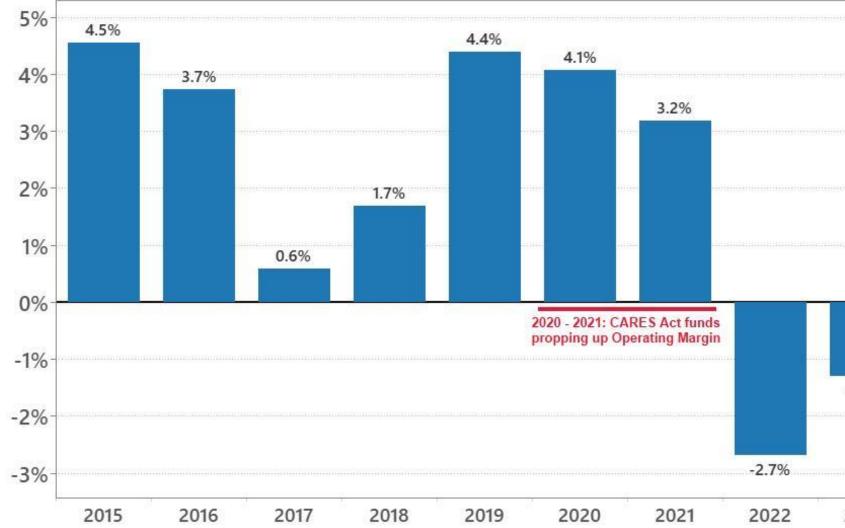
Oregon hospitals received payment of only 70 cents for every dollar they spent caring for Medicaid patients in 2022.



In 2022, Medicaid underpayments totaled **\$1.1 billion**, which was 20% higher than the year before.



Hospitals have seen negative operating margins the last two years



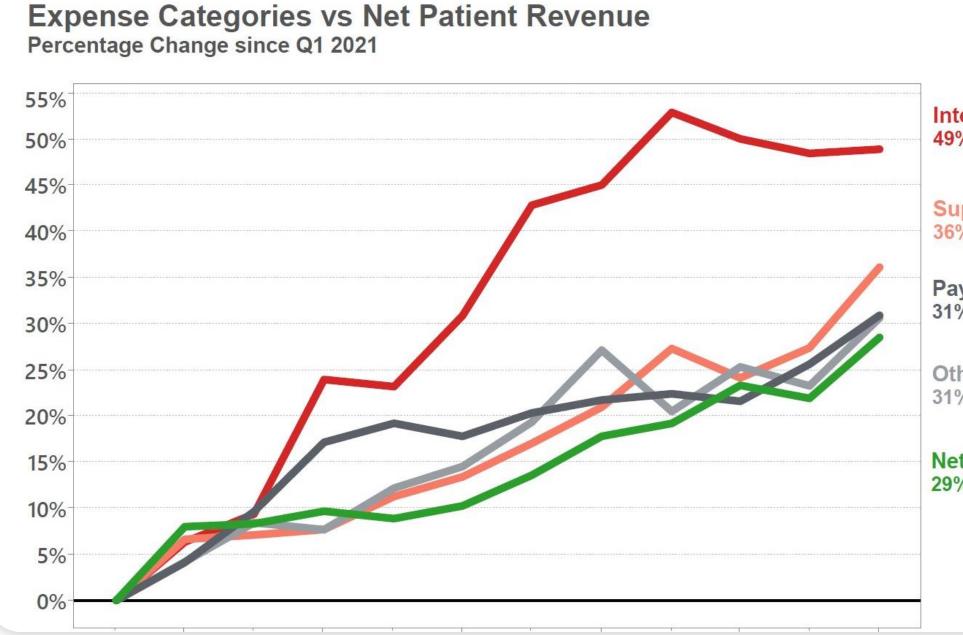
Median Operating Margin Percentage by Year 2015 - 2023

Without federal funds, Oregon hospitals would have seen negative operating margins four years in a row



			ent
			8990
			ens
-1.3	3%	lj enu	
			2012
201	22		3

Hospitals' expenses are rising faster than their revenue



Salaries and benefits have increased 31% since Q1 2021



Interest Expense 49% increase

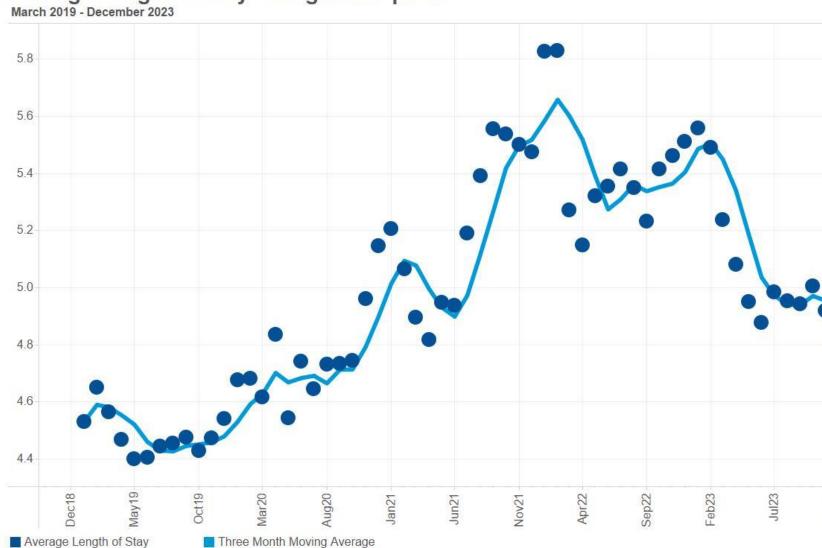
Supplies 36% increase

Payroll & Benefits 31% increase

Other Expense 31% increase

Net Patient Revenue 29% increase

Patients are staying in hospitals longer due to discharge challenges



Average Length of Stay - Oregon Hospitals March 2019 - December 2023

A patient's average length of stay in the hospital is five days





4.95

4.92

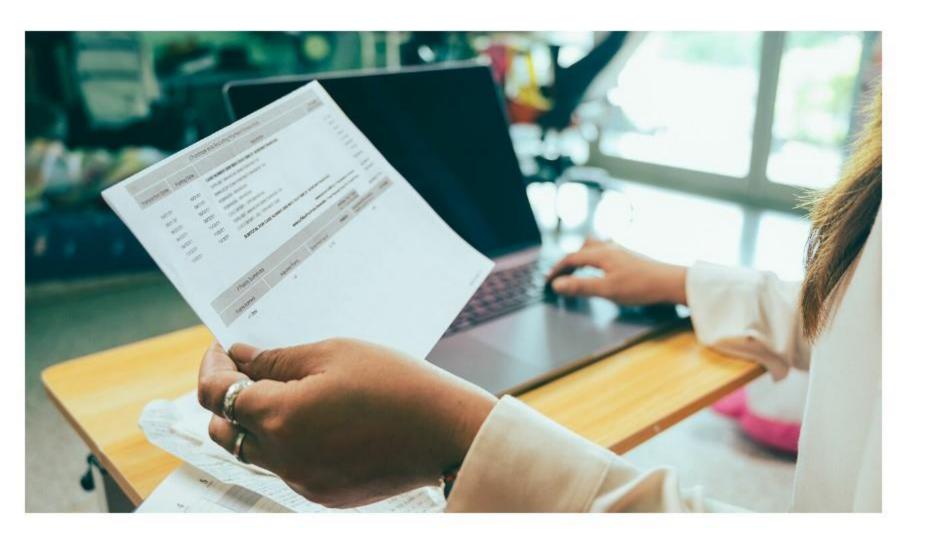
Dec23



Health insurers' practices are driving up hospitals' expenses

March 21, 2024 **Trend Alert: Private Payers Retain Profits by Refusing** or Delaying Legitimate Medical Claims

Population Health | Cost Management | Blog | Policy





Health insurers' practices are driving up hospitals' expenses

St. Charles will no longer accept Medicare Advantage plans from Humana, HealthNet and WellCare

By MORGAN OWEN The Bulletin Oct 6, 2023 Updated Oct 6, 2023 🧶 0



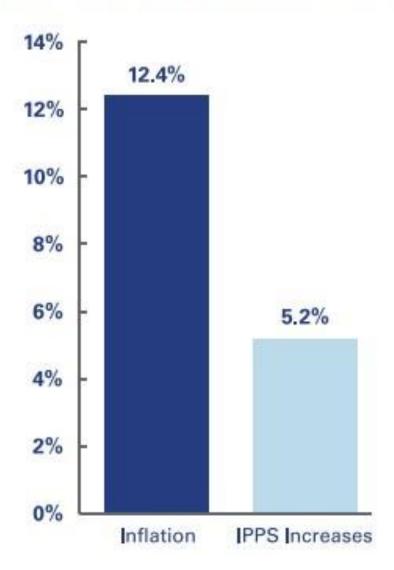
An entrance of St. Charles Bend seen here in 2020. Bulletin file

Buy Now



Inflation grew faster than Medicare payments

Figure 2. Inflation growth was more than double the growth in IPPS reimbursement, 2021 - 2023





Protecting access to care







Thank You

Questions?

12