

# Alabama Hospitals

## THE FACTS ABOUT FINANCES

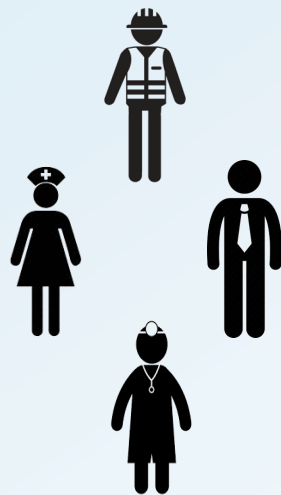


### ALABAMA HOSPITALS ARE VITAL TO THE STATE'S ECONOMY

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



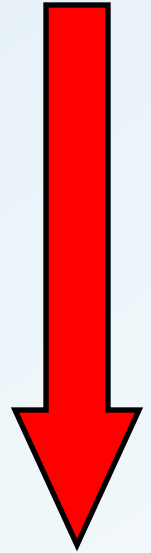
### Negative Margins

The following information comes from Medicare Cost Reports, the reports used to submit financial information to Medicare and Medicaid. The data is from FY2020, the latest available.

- ⇒ Median operating margin — **negative** 8.8%
- ⇒ Median total margin — positive 4.3%
- ⇒ 34% of all hospitals had **negative** total margins
- ⇒ 80% were operating in the **red**

### Rural Hospitals FY2020

- ⇒ Median operating margin — **negative** 16.8%
- ⇒ Median total margin — positive 1.4%
- ⇒ 90% were operating in the **red**



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

