

**Dept:** Business Office

**Title:** Uncompensated Care

#### Policies:

- 1. Hospital District No 6. of Harper County, KS dba Patterson Health Center will provide a discount (up to 100%) from the hospital or clinic charges for emergency or medically necessary health care services provided to patients who demonstrate that their financial resources are so limited that the payment of part or of all of the self-pay balance would be impossible or would cause serious financial hardship.
- 2. The determination of financial assistance will be based solely on the patient's ability to pay and not on the basis of age, race, color, religion, sex, or national origin.
- 3. For all who seek financial assistance at Hospital District No 6 of Harper County, KS dba Patterson Health Center confidentiality of information will be maintained. Hospital District No 6 of Harper County, KS respects and values the dignity of all patients and their families.
- 4. If the amount requested for uncompensated care is \$2,000 or less the determination of approval will be made by the Patient Account's Manager and the CFO. If the amount exceeds \$2,000 the application will go to the Finance Committee for approval.

**Purpose:** To provide eligibility guidelines and procedures for the approval of

uncompensated care.

## **Definitions:**

### Amounts Generally Billed

Hospital District No 6 of Harper County, Kansas dba Patterson Health Center will apply the "look-back" method for determining amounts generally billed. In particular, Hospital District No 6 of Harper County, Kansas dba Patterson Health Center will determine the amounts generally billed for emergency or other medically necessary services by multiplying the gross charges for that care by the AGB percentage.

## **AGB Percentage**

Hospital District No 6 of Harper County, Kansas dba as Patterson Health Center will calculate the AGB percentage at least annually by dividing the sum of all claims that have been paid in full for emergency or other medically necessary services by Medicare and all private health insurers during a prior twelve month period by the sum of the associated gross charges for those claims. For this purpose, Hospital District No 6 of Harper County, Kansas dba Patterson Health Center will include in "all claims that have been paid in full" both the portions that were paid by Medicare or the private insurer and the associated portions paid by Medicare beneficiaries or insured individuals in the form of co-insurance, deductibles, or co-payments.

#### Household Income

Hospital District No 6 of Harper County, Kansas dba Patterson Health Center will consider household income as the combined amount, for all account guarantors and members of the patient's household from earnings, unemployment compensation, worker's compensation, Social Security, Supplemental Security Income, public assistance, veterans' payments, survivor benefits, pension or retirement income, interest, dividends, rents, royalties, alimony, child support, assistance from outside the household, and other miscellaneous sources.

#### Guidelines:

- 1. Hospital District No 6 of Harper County, KS dba Patterson Health Center will identify patients needing financial assistance during pre-registration or at registration, if possible. This presumptive eligibility will be determined by facts known about the patient at the time. For example, if the patient is on other government assistance programs (food stamps, welfare, etc.). If presumptive eligibility is determined the patient will be offered the Uncompensated Care Application for completion to determine if eligibility is met.
- 2. If not possible, then eligibility will be identified at the most opportune time or during the discharge process. The request for financial assistance may originate from the patient, family member or friend of the family, as well as from any employee or medical staff member of Hospital District No 6 of Harper County, KS. dba Patterson Health Center
- 3. A patient may qualify under this policy for free emergency or other medically necessary services when the combined Household Income of the account guarantors or members of the patient's household are equal to or less than 125% of the current Federal Poverty Guidelines.
- 4. A patient may qualify under this policy for discounted emergency or other medical necessary services when the combined Household Income of the account guarantors and other members of the patient's household is in excess of 125% but equal to or lower than 200% of the Federal Poverty Guidelines.

- 5. Hospital District No 6 of Harper County, KS dba Patterson Health Center will not charge patients approved for Financial Assistance under this policy for emergency or other medically necessary services more than the Amounts Generally Billed to individuals who have insurance. The amount charged to a patient will be determined after applying all deductions, discounts, and amounts paid by insurers.
- 6. Hospital District No 6 of Harper County, Kansas dba Patterson Health Center will not initiate collection efforts until an initial determination uncompensated care eligibility status has been determined. If the patient fails to comply with requests for information or completion of the application collection efforts will be pursued. If at any point within 240 days of discharge the patient reengages in the application process collection efforts will be halted.
- 7. If the patient has other insurance, Hospital District No 6 of Harper County, KS dba Patterson Health Center will bill these before any uncompensated care is applied. It is the patient's responsibility to assist the hospital in its efforts to collect from third party payers. Co-payments and/or spend-downs from Medicaid are the patient /guarantors responsibility. These are not to be considered in the amount applying for uncompensated care.
- 8. This policy only applies to individuals who cooperate fully with Hospital District No 6 of Harper County, KS dba Patterson Health Center request for information. It is the patient's responsibility to respond truthfully and completely to the request for information within no more than 15 business days of the request. In addition, patient's full cooperation in applying for Medicaid or coverage by other governmental programs is required, if so requested.

## **Procedures:**

- 1. The Uncompensated Care policy, application, and plain language summary is made available on the website, <a href="www.pattersonhc.com">www.pattersonhc.com</a>, upon request, via posted signs in the admissions, emergency, and business office areas and via a message on each billing statement.
- 2. Personnel will provide a copy of the uncompensated care application once a patient is identified as potentially eligible for uncompensated care or upon the patient or other's request. The patient must complete the application and provide the requested supporting documentation in order to be considered for uncompensated care. If the application is not complete or missing documentation personnel will notify the patient of the missing information in writing. The patient must submit the missing information within no more than 15 business days of the request.

- 3. The documentation required for an uncompensated care application is as follows:
  - Copy of your most recent Federal 1040 tax return, including all applicable schedules.

## And one of the following:

- Copy of last two pay stubs for any wage earner contributing to household income.
- Social Security Awards Letter or most recent 1099 if receiving Social Security (If you are receiving Social Security as well as have other income, please provide proof of additional income)
- 4. The Federal Poverty level information most currently available will be used to determine patient's eligibility to receive uncompensated care assistance under this policy. See exhibit A.
- 5. The AGB percentage will be applied to the charges to determine the amount generally billed to individuals that have insurance. This amount will be taken into consideration when the application is presented for approval. This will ensure a qualified individual will not pay more than the amount generally billed to individuals that have insurance.
- 6. The completed application if \$2,000 or less will go to the Revenue Cycle Director for approval. If over \$2,000 the completed application will go to the Finance Committee for approval. If denied by the application will be returned to the Financial Counselor for notification.
- 7. If the application is approved, the Financial Counselor will notify (by writing, phone, etc.) the patient of such within 5 business days. If less than a full discount is approved the Financial Counselor will negotiate a payment plan pursuant to the Payment Plan Alternatives and Collections Policy. If a payment plan cannot be negotiated or the patient does not honor the payment plan the account will be sent to an outside collection agency where collection efforts will be pursued.
- 8. If the application is denied the Financial Counselor will notify (by writing, phone, etc.) the patient and negotiate a payment plan pursuant to the Payment Plan Alternatives and Collections Policy within 5 business days. If a payment plan cannot be negotiated or the patient does not honor the payment plan the account will be sent to an outside collection agency where collection efforts will be pursued.
- 9. Upon approval of the application business office staff will make an adjustment to record the amount of uncompensated care on the patient's account.

- 10. The Business Office will retain a patient's completed application for six months. If circumstances arise where a patient wants to re-apply for financial assistance after the six months a new application must be completed with updated information.
- 11. Hospital District No 6 of Harper County, KS dba Patterson Health Center reserves the right to grant financial assistance in extraordinary circumstances to patients who do not otherwise meet the uncompensated care guidelines. Hospital District No 6 of Harper County, KS dba Patterson Health Center also reserves the right to deny uncompensated care assistance to patients who provide false information, fail to cooperate, or fail to respond to requests for information within the required timeframe.

If there are any questions concerning this policy or the application process, please contact the business office, 620-914-1200 option 1. The mailing address is 485 N KS Hwy 2 Anthony, KS 67003.

Please see Appendix 1 for the list of providers included in this Uncompensated Care Policy and the current AGB percentage.

Board Chairman	Date
CEO	 Date

## EXHIBIT A – 2022 POVERTY SCALE

	12 Months Income			
Number in household	100% Poverty Guideline	125% Poverty Guideline	150% Poverty Guideline	200% Poverty Guideline
1	\$12,880	\$16,100	\$19,320	\$25,760
2	\$17,420	\$21,775	\$26,130	\$34,840
3	\$21,960	\$27,450	\$32,940	\$43,920
4	\$26,500	\$33,125	\$39,750	\$53,000
5	\$31,040	\$38,800	\$46,560	\$62,080
6	\$35,580	\$44,475	\$53,370	\$71,160
7	\$40,120	\$50,150	\$60,180	\$80,240
8	\$44,660	\$55,825	\$66,990	\$89,320
For each additional household member add:	4,540	5,675	6,810	9,080
Percentage of Discount	100%	100%	60%	30%

# Appendix 1

All providers that provide emergency services in the Hospital District No 6 of Harper County, KS dba Patterson Health Center emergency rooms are included in this Uncompensated Care Policy.

All providers that provide services in the Patterson Medical Center Clinic, Conway Springs Clinic, and Attica Clinic are included in this Uncompensated Care Policy.

The following providers are included in the Uncompensated Care Policy when services are provided in the Outpatient Specialty Clinic, or outpatient area of Hospital District No 6 of Harper County, KS. Any provider not listed is **NOT** included in the Uncompensated Care Policy when services are performed in these areas.

Dr. Phu Troung, M.D. Leah Gerdes, APRN Karlie Parker, APRN Charles Caddy, PA Elizabeth Caudillo, PA Ethan Leavitt, DO Nizar Kibar, MD Dan Miller, MA Lakin Whealy, RDN Dr. Samantha Beck, MD

The AGB percentage for 2022 is 90%. No patient that qualifies for the Uncompensated Care Policy will be charged more than 90% of their full charges.