



***Reynolds Memorial Hospital (RMH)***

**FINANCIAL ASSISTANCE POLICY - ATTACHMENT IV**

**Calculation of Amounts Generally Billed (AGB)**

To calculate *Amounts Generally Billed (AGB)*, we have chosen to use a “look-back” method based on actual past claims paid to RMH by Medicare fee-for-service together with all private health insurers. This calculation is based on all Medicare and private health insurance payments received for inpatient and outpatient acute services in calendar year 2021.

<b>Payer Group</b>	<b>Total Inpatient and Outpatient Charges for 2021</b>	<b>Total Inpatient and Outpatient Discounts for 2021</b>	<b>Discount Rate for 2021 Inpatient and Outpatient Services</b>
<b>Total of Medicare and Ins.</b>	183,374,447	103,133,550	56%

Based on the data listed above, RMH allowed a blended discount rate for Medicare and private health insurance. This volume is equivalent to 56%. We will allow a 50% discount for all uninsured patients according to our Billing and Collections Policy. This discount will be recalculated annually (Next Update April 1, 2023).