

In compliance with the new financial assistance policy requirement 501 (r), Van Buren County Hospital utilizes the look-back method to establish its AGB (Amount Generally billed) percentage. The look-back method was calculated by a 12 month period from 7/1/2014 until 6/30/2015. The following formula was used to calculate the AGB. Van Buren County Hospital calculated the total amount of insurance adjustments taken and subtracted from total gross charges billed to obtain the allowed amount. The allowed amount is then divided by the total gross charges to obtain the AGB.

Look-Back	=	$\frac{\text{Allowable insured amounts for care provider}}{\text{Total gross charges for claims in numerator}}$
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Below is the annual calculation of AGB performed in December 2015:

	Hospital Charges	Physician Charges	Hosp. Ins CADJ	Physician CADJ
Jul-14	\$1,147,285.40	\$348,258.92	\$330,145.18	\$53,364.14
Aug-14	\$1,332,811.08	\$374,405.36	\$482,141.41	\$117,932.60
Sep-14	\$1,363,192.69	\$214,097.07	\$295,743.06	\$75,975.01
Oct-14	\$1,244,037.30	\$338,450.85	\$520,368.89	\$62,415.25
Nov-14	\$1,078,825.36	\$184,773.02	\$423,083.50	\$41,408.92
Dec-14	\$1,418,716.87	\$239,633.07	\$361,840.96	\$109,447.68
Jan-15	\$1,345,312.00	\$307,642.01	\$424,015.24	\$51,038.57
Feb-15	\$872,652.34	\$325,157.06	\$416,707.37	\$27,093.11
Mar-15	\$1,334,086.11	\$289,454.66	\$521,729.56	\$48,446.95
Apr-15	\$1,328,166.21	\$273,229.64	\$669,345.30	\$105,739.23
May-15	\$1,268,411.70	\$278,199.74	\$471,613.40	\$76,020.98
Jun-15	\$1,193,304.46	\$317,922.73	\$379,467.04	\$86,252.73
Total	\$14,926,801.52	\$3,491,224.13	\$5,296,200.91	\$855,135.17
Allowed Amount=Gross Charges-CADJ		\$12,266,689.57		
Allowed Amount /Gross Charges=AGB		66.60%		