

Floyd Medical Center

Economic Impact on the Local and State Economy
Calendar Year 2017



SECTION I: Economic Impact of Hospital

Total Direct Expenditure	\$308,838,592
Georgia Output Multiplier ¹	2.3387
Total Output/Income Generated	\$722,280,815
Hospital Payroll and Benefits	\$152,501,943
Georgia Earnings Multiplier ²	1.9684
Total Household Earnings Generated	\$300,184,825
Number of Hospital Jobs (Full Time)	2,978
Georgia Employment Multiplier ³	2.4715
Other Full Time Jobs Created⁴	7,360
Total Jobs Due to Hospital Presence	10,338

SECTION II: Community Benefit

These numbers represent the **actual cost⁵** incurred by the hospital

Uncompensated Indigent Care Provided	\$10,793,593
Uncompensated Charity Care Provided	\$1,514,149
Uncompensated Bad Debt Incurred on Health Care Services Provided	\$9,848,857
Other Free Uncompensated Care	\$527,174
TOTAL:	<u>\$22,683,774</u>

1 - Georgia Output Multiplier - Estimates the change in output for a given change in demand. For example, an increase in healthcare demand of \$1,000,000 increases the output of all Georgia industries by 2.3x \$1,000,000 = \$2,300,000 after all "rounds" of spending are totaled.

2 - Georgia Earnings Multiplier - Increased demand for healthcare also increases demand for healthcare labor, and increases labor demand in peripheral and supporting industries, resulting in increased wages paid.

3 - Georgia Employment Multiplier - Estimates of the number of all full time jobs that regional industries provide in order for the healthcare industry to provide the additional \$1,000,000 of output to final demand.

4 - Other full-time jobs created - This number does not include the number of people directly employed by the hospital.

5 - These numbers are reported at cost—not reported charges. Actual cost was calculated by multiplying reported charges by the hospital cost-to-charge ratio.

Sources of Data: 2017 Georgia Department of Community Health Division of Health Planning Hospital Financial Survey; Medicare Cost Report Data; GHA Membership Directory;

Analysis based on Regional Input-Output Modeling System (RIMS II) multipliers for hospitals NAICS Code 622, released October 2017 Bureau of Economic Analysis, U.S. Department of Commerce. Multipliers are based on the 2007 Annual Input-Output Table for the Nation and 2016 regional data.