

## HFMA Key Hospital Financial Statistics and Ratio Medians December 2014

Measure	FITCH <sup>1</sup>	Truven Health Analytics <sup>2</sup>	Premier, Inc. <sup>3</sup>	Standard & Poor's <sup>4</sup>	Optum <sup>5</sup>	HFMA MAP App <sup>6</sup>
Sample size (n)	243	552	428	501	4968	277
Average length of stay (days)	N/A	4.16	4.35	N/A	4.5	N/A
Maintained bed occupancy (%)	N/A	57.08	53.32	N/A	49.0	N/A
Operating margin (%)	2.2	5.50	N/A	2.1	3.22	N/A
Excess margin (%)	3.7	7.32	6.20	4.1	4.2	N/A
Debt services coverage (x)	3.5	4.72	N/A	3.6	N/A	N/A
Current ratio (x)	N/A	2.21	2.23	N/A	2.04	N/A
Cushion ratio (x)	16.4	7.94	N/A	17.1	N/A	N/A
Accounts receivable (days)	49.3	45.92	50.85	49.2	55.8	50.0
Average payment period (days)	64.8	54.44	N/A	N/A	51.6	N/A
Average age of plant (years)	10.6	11.83	11.78	10.7	10.6	N/A
Debt-to-capitalization (%)	37.8	34.87	30.33	33.6	23.1	N/A
Capital expense (%)	N/A	6.98	8.40	N/A	5.20	N/A
Patient Recommends (%)	N/A	72.00	N/A	N/A	N/A	N/A

### Interpreting the data:

- Data from Fitch is reported at the level of a system or obligated group
- Data from Truven and Premier are both reported at the individual facility level, however:
  - a. Truven's sample is heavily influenced by a significant number of major teaching and teaching hospitals
  - b. Premier's sample is heavily influenced by community hospitals
- Truven uses a more restrictive definition of capital, resulting in the calculation of a smaller ratio for days cash on hand and cushion ratio

<sup>1</sup> Fitch Ratings, *2014 Median Ratios for Nonprofit Hospitals and Healthcare Systems*. 2014 medians based on fiscal 2013 audited numbers.

<sup>2</sup> Copyright 2014 Truven Health Analytics ACTION OI™ Program (2013 FY Hospital Medians). Ratios prepared using 2013 hospital data.

<sup>3</sup> Premier, Inc. annual numbers from quarter two, 2013 data.

<sup>4</sup> Standard & Poor's 2014 medians are based on 2013 audited financial reports for stand-alone hospitals and health systems.

<sup>5</sup> Optum Data from the 2015 Almanac of Hospital Financial and Operating Indicators.

<sup>6</sup> Source: HFMA's  October 2014.

The reader is urged to utilize professional judgment, analysis, and advice when using this information and should seek professional advice with respect to any application of the information. Note that the information contained in this document is believed to be current as of the date issued. Validity of the information may change in proportion to the time lapse from the issue date.