

# Jennie M Melham Memorial Medical Center

## Amounts Generally Billed Calculation

Jennie M Melham Memorial Medical Center provides financial assistance to medical indigent patients meeting the eligibility criteria outlined in the Financial Assistance Policy. After the patient's account(s) is reduced by the financial assistance adjustment based on policy, the patient is responsible for the remainder of his or her outstanding patient account which shall be no more than amounts generally billed (AGB) to individuals who have Medicare fee for service and private health insurers for emergency and other medically necessary care. The Look Back Method is used to determine AGB. Patients or members of the public may obtain this summary document at no charge by contacting the hospital billing office.

Amounts Generally Billed is the sum of all amounts of claims that have been allowed by health insurers divided by the sum of the associated gross charges for those claims.

$$\text{AGB \%} = \text{Sum of Claims Allowed Amount \$} / \text{Sum of Gross Charges \$ for those claims}$$

Allowed Amount = Total charges less Contractual Adjustments

On an annual basis the AGB is calculated.

- Look Back Method is used. A twelve (12) month period is used.
- Includes Commercial payers *Note:* Medicare fee for service not applicable to Critical Access Hospitals (CAH)
- Excludes Payers: Medicare CAH cost based, Medicaid, Medicaid pending, uninsured, self-pay case rates, motor vehicle and liability and worker's compensation.

Hospital: Jennie M Melham Memorial Medical Center

Amounts Generally Billed: 91%

Effective: January 1, 2018