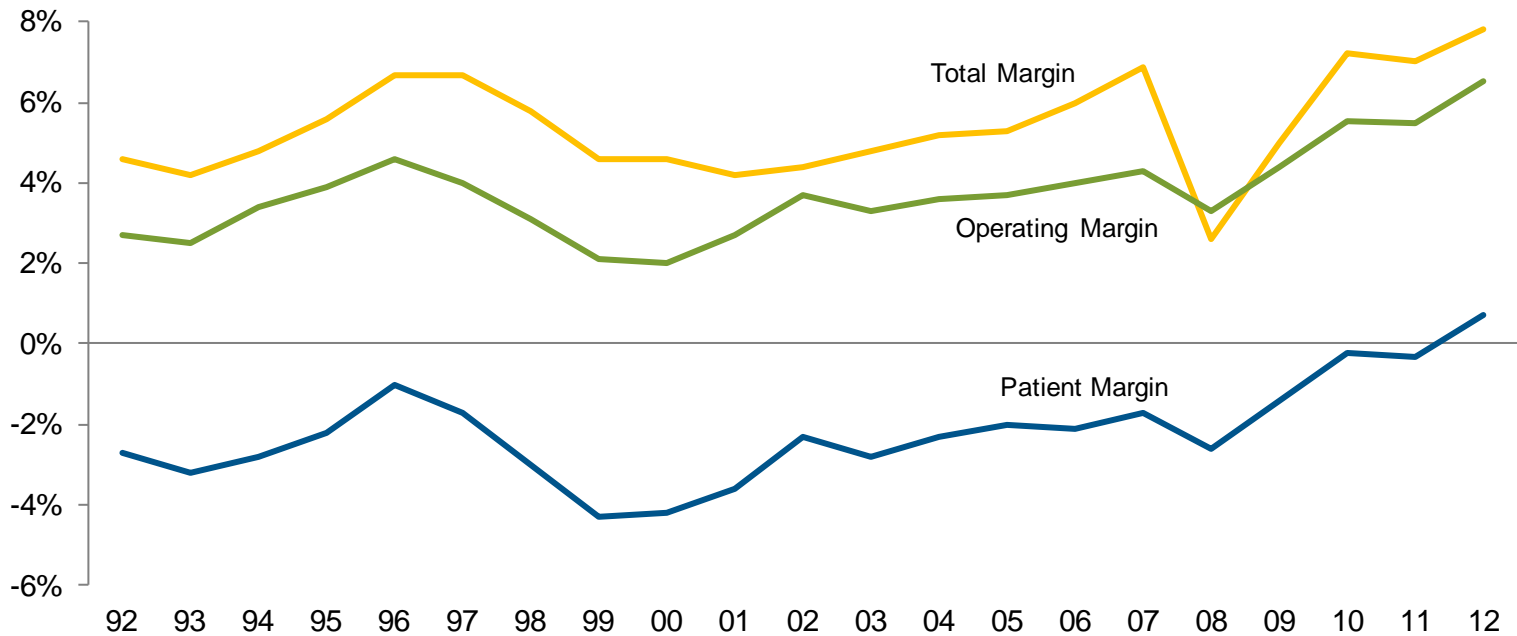


Chart 4.2: Aggregate Total Hospital Margins,⁽¹⁾ Operating Margins⁽²⁾ and Patient Margins,⁽³⁾ 1992 – 2012



Source: Avalere Health analysis of American Hospital Association Annual Survey data, 2012, for community hospitals.

(1) Total Hospital Margin is calculated as the difference between total net revenue and total expenses divided by total net revenue.

(2) Operating Margin is calculated as the difference between operating revenue and total expenses divided by operating revenue.

(3) Patient Margin is calculated as the difference between net patient revenue and total expenses divided by net patient revenue.