



TABLE OF CONTENTS

CHAPTER 1:	Trends in the Overall Health Care Market	1
Chart 1.1:	Total National Health Expenditures	3
Chart 1.2:	Percent Change in Total National Health Expenditures	3
Chart 1.3:	Per Capita National Health Expenditures	4
Chart 1.4:	National Health Expenditures as a Percentage of Gross Domestic Product	4
Chart 1.5:	National Expenditures for Health Services and Supplies by Category	5
Chart 1.6:	Percent Change in National Expenditures for Selected Health Services and Supplies	6
Chart 1.7:	National Health Expenditures	6
Chart 1.8:	Consumer Out-of-pocket Payments for National Health Expenditures	7
Chart 1.9:	Total Prescription Drug Spending	7
Chart 1.10:	Consumer Out-of-pocket Spending vs. Private Health Insurance Spending for Prescription Drugs	8
Chart 1.11:	Distribution of National Health Expenditures by Source of Payment	8
Chart 1.12:	Distribution of Health Insurance Coverage, Percentage of Population Covered by Payer	9
Chart 1.13:	Number and Percent Uninsured	9
Chart 1.14:	Average Percent Uninsured by State	10
Chart 1.15:	Medicare Enrollees	10
Chart 1.16:	Medicaid Enrollees	11
Chart 1.17:	National CHIP Enrollment	11
Chart 1.18:	Percent Change in CHIP Enrollment By State	12



Chart 1.19:	Percentage of Employees with Employer-based Coverage Who Can Choose Conventional, PPO, HMO, POS, and HDHP/SO Plans	12
Chart 1.20:	Distribution of Employer-sponsored Health Insurance Enrollment by Type of Plan	13
Chart 1.21:	Percentage of Medicare Beneficiaries Enrolled in Medicare Managed Care	13
Chart 1.22:	Percent Growth in Medicare Spending per Beneficiary vs. Private Health Insurance Spending per Enrollee	14
Chart 1.23:	Percentage of Medicaid Beneficiaries Enrolled in Medicaid Managed Care	14
Chart 1.24:	Percentage of Medicaid Beneficiaries Enrolled in Medicaid Managed Care by State	15
Chart 1.25:	Status of State Medicaid Expansion Decisions	15
Chart 1.26:	Total Effectuated Marketplace Enrollment by Metal Level	16
Chart 1.27:	Annual Change in Health Insurance Premiums	16
Chart 1.28:	Managed Care Plan Median Operating Margins	17
Chart 1.29:	Operating Margins of the Top Insurers	17
CHAPTER 2:	Organizational Trends	20
Chart 2.1:	Number of Community Hospitals	21
Chart 2.2:	Number of Beds and Number of Beds per 1,000 Persons	21
Chart 2.3:	Beds per 1,000 by State	22
Chart 2.4:	Number of Hospitals in Health Systems	22
Chart 2.5:	Number of Medicare-certified Ambulatory Surgical Centers	23
Chart 2.6:	Percentage of Hospitals with Physician Affiliates by Type of Relationship	23
Chart 2.7:	Percentage of Hospitals with Insurance Products by Type of Insurance	24
Chart 2.8:	Percentage of Hospitals Offering “Non-hospital” Services	24
Chart 2.9:	Announced Hospital Mergers and Acquisitions	25



CHAPTER 3:	Utilization and Volume	27
	Chart 3.1: Inpatient Admissions in Community Hospitals	29
	Chart 3.2: Total Inpatient Days in Community Hospitals	29
	Chart 3.3: Inpatient Admissions per 1,000 Persons	30
	Chart 3.4: Inpatient Days per 1,000 Persons	30
	Chart 3.5: Average Length of Stay in Community Hospitals	31
	Chart 3.6: Average Length of Stay in Community Hospitals by State	31
	Chart 3.7: Emergency Department Visits and Emergency Departments in Community Hospitals	32
	Chart 3.8: Hospital Emergency Department Visits per 1,000 Persons	32
	Chart 3.9: Total Hospital Outpatient Visits in Community Hospitals	33
	Chart 3.10: Hospital Outpatient Visits per 1,000 Persons	33
	Chart 3.11: Percentage Share of Inpatient vs. Outpatient Surgeries	34
CHAPTER 4:	Trends in Hospital Financing	35
	Chart 4.1: Percentage of Hospitals with Negative Total and Operating Margins	37
	Chart 4.2: Aggregate Total Hospital Margins and Operating Margins	37
	Chart 4.3: Distribution of Outpatient vs. Inpatient Revenues	38
	Chart 4.4: Annual Change in Hospital Operating Revenue and Expenses per Adjusted Admission	38
	Chart 4.5: Distribution of Hospital Cost by Payer Type	39
	Chart 4.6: Aggregate Hospital Payment-to-cost Ratios for Private Payers, Medicare, and Medicaid	40
	Chart 4.7: Hospital Payment Shortfall Relative to Costs for Medicare, Medicaid and Other Government	40



	Chart 4.8:	Income from Investments and Other Non-operating Gains as a Percentage of Total Net Revenue	41
	Chart 4.9:	Number of Bond Rating Upgrades and Downgrades, Not-for-profit Health Care	41
	Chart 4.10:	Median Average Age of Plant	42
	Chart 4.11:	Percent Change in Employment Cost Index, All Private Service Industries, All Health Services, and Hospitals	42
CHAPTER 5:	Workforce		43
	Chart 5.1:	Total Number of Active Physicians per 1,000 Persons	45
	Chart 5.2:	Total Number of Active Physicians per 1,000 Persons by State	45
	Chart 5.3:	Number of Physicians and Dentists Employed by Community Hospitals	46
	Chart 5.4:	Medical and Dental Residents in Training in Community Hospitals	46
	Chart 5.5:	Total Full-time Equivalent Employees Working in Hospitals	47
	Chart 5.6:	Full-time Equivalent Employees per Adjusted Admission	47
	Chart 5.7:	Number of RN Full-time Equivalent Employees and RN FTEs per Adjusted Admission	48
	Chart 5.8:	RN Full-time Equivalent as a Percentage of Total Hospital Full-time Equivalents	48
	Chart 5.9:	Percent Distribution of RN Workforce by Age Group	49
	Chart 5.10:	RN Employment by Type of Provider	49
	Chart 5.11:	Number of Physicians by Age	50
	Chart 5.12:	Annual Percentage Change in Entry Level Baccalaureate Nursing Enrollment	50
	Chart 5.13:	National Supply and Demand Projections for FTE RNs	51



CHAPTER 6:	The Economic Contribution of Hospitals	53
Chart 6.1:	National Health Expenditures as a Percentage of Gross Domestic Product and Breakdown of National Health Expenditures	55
Chart 6.2:	Number of Full-time and Part-time Hospital Employees	55
Chart 6.3:	Impact of Community Hospitals on U.S. Economy (in \$ billions)	56
Chart 6.4:	Hospital Employment vs. Employment in Other Industries	56
Chart 6.5:	Average Weekly Earnings of Workers, Hospitals vs. All Service-providing Industries	57
Chart 6.6:	Hospital Employment by Occupation Type	57
Chart 6.7:	Percent Change in Employment, Seasonally-adjusted: Hospital vs. All Industries (Total Non-farm)	58
Chart 6.8:	Percent of Total Regional Employment by Hospitals	58
Chart 6.9:	Impact of Community Hospitals on U.S. Jobs (in millions)	59
Chart 6.10:	Percent of Costs by Category in the Inpatient Prospective Payment System Hospital Market Basket	59
Chart 6.11:	Hospital Impact on Sectors of the U.S. Economy (in \$ billions)	60
Chart 6.12:	Impact of Community Hospitals on U.S. Economy; All States, DC, and Total U.S.	61
CHAPTER 7:	Community Health Indicators	63
Chart 7.1:	U.S. Population Trends and Projections by Age	65
Chart 7.2:	U.S. Population Trends and Projections by Race	65
Chart 7.3:	Age-adjusted Death Rates, Selected Causes, by Race	66
Chart 7.4:	Percent of People with Chronic Conditions by Number and Sex	66
Chart 7.5:	Percent of Fee-for-Service Medicare Beneficiaries with Chronic Conditions	67
Chart 7.6:	Number of Persons with Asthma	67
Chart 7.7:	Percent of Adults with Hypertension by Sex	68



Chart 7.8:	Percent of Adults Who Are Overweight and Obese	68
Chart 7.9:	Percent of Expenses Used by People with Chronic Conditions by Service Type	69
Chart 7.10:	Percent of Spending for Individuals with Chronic Conditions by Insurance Status	69
Chart 7.11:	Percent of Medicare Fee-for-Service Beneficiaries vs. Percent of Medicare Spending, by Number of Chronic Conditions	70
Chart 7.12:	Percent of Medicare Fee-for-Service Spending on Chronic Conditions, by Type of Service	70
Chart 7.13:	Percent Uninsured by Race	71
Chart 7.14:	Percent of Adults with No Usual Source of Care by Race	71
Chart 7.15:	Percent of Adults with No Usual Source of Care by Insurance Status	72
Chart 7.16:	Percent of Children with No Usual Source of Care by Race	72
Chart 7.17:	Percent of Children with No Usual Source of Care by Insurance Status	73
Chart 7.18:	Percent of Individuals with No Health Care Visits by Race, Insurance Status	73
Chart 7.19:	Percent of Children with No Health Care Visits by Race, Insurance Status	74
Chart 7.20:	Percent of Children with No Dental Visits by Race, Poverty Status	74
Chart 7.21:	Percent of Children Vaccinated by Race, Poverty Status	75
Chart 7.22:	Percent of Women Receiving Mammography by Race, Poverty Status	75
Chart 7.23:	Percent of Adults with Chronic Conditions by Insurance Type	76
Chart 7.24:	Total Expenditures on Top 10 Most Costly Conditions Among Adults by Sex	76
Chart 7.25:	30-Day Readmission Rate for Medicare Fee-for-Service Beneficiaries by Number of Chronic Conditions	77



LIST OF APPENDICES

APPENDIX 1:	Supplementary Data Tables, Trends in the Overall Health Care Market	A-3
Table 1.1:	Total National Health Expenditures	A-4
Table 1.2:	National Health Expenditures	A-5
Table 1.3:	Consumer Out-of-pocket Payments for National Health Expenditures	A-6
Table 1.4:	Consumer Out-of-pocket Spending vs. Private Health Insurance Spending for Prescription Drugs	A-7
Table 1.5:	Number and Percent Uninsured	A-8
Table 1.6:	Average Percent Uninsured by State	A-9
Table 1.7:	Medicaid Enrollees	A-10
Table 1.8:	Percent Change in CHIP Enrollment by State,	A-11
Table 1.9:	Percentage of Employees with Employer-based Coverage Who Can Choose Conventional, PPO, HMO, POS, and HDHP/SO Plans	A-12
Table 1.10:	Percent Distribution of Employer-sponsored Health Insurance Enrollment by Type of Plan	A-12
Table 1.11:	Growth in Medicare Spending per Beneficiary vs. Private Health Insurance Spending per Enrollee	A-13
Table 1.12:	Percentage of Medicaid Beneficiaries Enrolled in Medicaid Managed Care by State	A-14
Table 1.13:	Operating Margins of the Top Insurers	A-15
APPENDIX 2:	Supplementary Data Tables, Organizational Trends	A-17
Table 2.1:	Number of Community Hospitals	A-18
Table 2.2:	Number of Beds and Number of Beds per 1,000 Persons	A-19



Table 2.3:	Beds per 1,000 Persons by State	A-20
Table 2.4:	Percentage of Hospitals with Physician Affiliates by Type of Relationship	A-21
Table 2.5:	Percentage of Hospitals with Insurance Products by Type of Insurance	A-21
Table 2.6:	Percentage of Hospitals Offering “Non-hospital” Services	A-22

APPENDIX 3: Supplementary Data Tables, Utilization and Volume **A-23**

Table 3.1:	Trends in Inpatient Utilization in Community Hospitals	A-24
Table 3.2:	Average Length of Stay in Community Hospitals by State	A-25
Table 3.3:	Emergency Department Visits, Emergency Department Visits per 1,000 Persons and Number of Emergency Departments	A-26
Table 3.4:	Outpatient Utilization in Community Hospitals	A-27

APPENDIX 4: Supplementary Data Tables, Trends in Hospital Financing **A-29**

Table 4.1:	Aggregate Total Hospital Margins and Operating Margins; Percentage of Hospitals with Negative Total Margins; and Aggregate Non-operating Gains as a Percentage of Total Net Revenue	A-30
Table 4.2:	Distribution of Inpatient vs. Outpatient Revenues	A-31
Table 4.3:	Annual Change in Hospital Operating Revenue and Expenses per Adjusted Admission	A-32
Table 4.4:	Aggregate Hospital Payment-to-cost Ratios for Private Payers, Medicare, and Medicaid	A-33
Table 4.5:	Hospital Payment Shortfall Relative to Costs for Medicare, Medicaid, and Other Government	A-34



APPENDIX 5:	Supplementary Data Tables, Workforce	A-35
Table 5.1:	Total Number of Active Physicians per 1,000 Persons by State	A-36
Table 5.2:	Number of Physicians and Dentists Employed by Community Hospitals	A-37
Table 5.3:	Medical and Dental Residents in Training in Community Hospitals	A-38
Table 5.4:	Total Full-time Equivalent Employees Working in Hospitals and Full-time Equivalents per Adjusted Admission	A-39
Table 5.5:	Number of RN Full-time Equivalent Employees, RN Full-time Equivalent Employees per Adjusted Admission and RN Full-time Equivalents as a Percentage of Total FTEs	A-40
Table 5.6:	Percent Distribution of RN Workforce by Age Group	A-41
Table 5.7:	RN Employment by Type of Provider	A-41
Table 5.8:	Number of Physicians by Age	A-42
APPENDIX 6:	Supplementary Data Tables, The Economic Contribution of Hospitals	A-43
Table 6.1:	Number of Full-time and Part-time Hospital Employees	A-44
Table 6.2:	Hospital Employment vs. Employment in Other Industries	A-45
Table 6.3:	Average Weekly Earnings of Workers, Hospitals vs. All Service-providing Industries	A-46
APPENDIX 7:	Supplementary Data Tables, Community Health Indicators	A-47
Table 7.1:	U.S. Population Trends and Projections by Age	A-48
Table 7.2:	U.S. Population Trends and Projections by Race	A-49



Table 7.3:	Age-adjusted Death Rates, Selected Causes, by Race	A-50
Table 7.4:	Number of Persons with Asthma	A-50
Table 7.5:	Percent of Adults Who Are Overweight and Obese	A-51
Table 7.6:	Percent Uninsured by Race	A-51
Table 7.7:	Percent of Persons with No Usual Source of Care by Race	A-52

GLOSSARY

A-53