

Floyd Polk Medical Center

Economic Impact on the Local and State Economy
Calendar Year 2017



SECTION I: Economic Impact of Hospital	
Total Direct Expenditure	\$21,829,510
Georgia Output Multiplier ¹	2.3387
Total Output/Income Generated	\$51,052,675
Hospital Payroll and Benefits	\$10,216,405
Georgia Earnings Multiplier ²	1.9684
Total Household Earnings Generated	\$20,109,972
Number of Hospital Jobs (Full Time)	180
Georgia Employment Multiplier ³	2.4715
Other Full Time Jobs Created⁴	445
Total Jobs Due to Hospital Presence	625

SECTION II: Community Benefit	
These numbers represent the actual cost⁵ incurred by the hospital	
Uncompensated Indigent Care Provided	\$930,066
Uncompensated Charity Care Provided	\$61,482
Uncompensated Bad Debt Incurred on Health Care Services Provided	\$3,424,360
Other Free Uncompensated Care	\$17,777
TOTAL:	<u>\$4,433,685</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.