**University of Missouri Health Care**

**Health Affairs Committee**

**Financial Report**

**Fiscal Year 2021, December Year-to-Date**

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**Overview**

Year-to-date financial performance for Net Income is favorable to forecast by $33.9M. Net revenues per adjusted patient day are 12.1% higher than prior year, offsetting the 8.7% increase over prior year in operating expenses per adjusted patient day. The focus on aligning operating expenses in relation to patient revenue and volume is reflected in favorable operating performance. COVID-19 continues to impact day-to-day operations by impacting clinical staffing and supplies in areas such as ICU and other operations. MUHC leadership continues to work with the State of Missouri, hospital advocates and supply chain providers to ensure resources are available to support the continued response to the pandemic. Governmental support of our COVID related operating expenses is strong. To date MUHC received $47.8M in CARES funding from the Department of Health and Human Services and State of Missouri to offset expenses for COVID-19 initiatives. As of December 2020, $25.6M in expenses is attributed to operating expenses and capital investments for COVID-19 initiatives.

**Performance Updates**

* Case Mix Index of 2.0 is 8.7% higher than forecast and 7.0% higher than prior year
* Average Daily Census is 2.0% lower than forecast and 4.9% lower than prior year
* OR Cases are .9% lower than forecast and 3.0% lower than prior year
* Clinic visits are .8% higher than forecast and 1.0% higher than prior year

**Ratios and Benchmarks**

The impacts of the re-emergence and continued response to COVID-19 is positively reflected in the financial ratios and benchmarks below. Operating Margin, Annualized Return on Total Assets, Cash to Total Debt, Debt to Capitalization and Maximum Annual Debt Service Coverage are favorable to Moody’s A rated medians, while Net Days Revenue in AR and Days Cash on Hand is unfavorable to Moody’s A rated medians.

