

Determination of Uninsured Discounts at 300% Federal Poverty Level

All Medicare and private insurer claims data for the preceding twelve months from March 1, 2016 to February 28, 2017 were reviewed. Amounts Generally Billed (AGB) average was 42%. This means the general discount for Medicare and private insurer claims was 58%,

The hospital's Medicare Cost to Charge ratio for Fiscal Year 2016 is:

.376

The Illinois Hospital Uninsured Discount Act states a hospital cannot charge any patient that qualifies for financial assistance more than 1.35% of the hospital's Cost to Charge ratio.

$.376 \times 1.35 = 51\%$

The better discount of Amounts Generally Billed or Illinois' Hospital Uninsured Discount Act is Amounts Generally Billed which is a 58% discount.