Hospital Financial and Organizational Data
Background

- MHDO collected paper copies of audited financial statements from each Maine hospital starting in 1994.
- The Commission to Study Maine’s Hospitals initiated its work in November 2003.
- The Legislature passed PL394, “An Act to Implement Certain Recommendations of the Commission to Study Maine’s Community Hospitals”, in June 2005, including the requirement that all non-governmental Maine hospitals annually submit to the MHDO standardized financial information in an electronic format.
- MHDO began collecting standardized financial template data from hospitals in May 2006 under Rule Chapter 300: Uniform Reporting System For Hospital Financial Data.
- The MHDO Financial Data Work Group formed in July 2007 to decide on how the data would be arrayed and displayed on MHDO web-site.
- The Legislature passed Resolve Chapter 66: “To Create a Working Group To Provide Transparency Concerning Operating Expenses for Hospitals” in 2009.
- In 2010 MHDO revised its template to include additional operating expenses (advertising costs, salaries & benefits), transfers to (from) affiliates, “other” cash flow items, and began to collect templates from the parent entities of the hospitals (not released).
Standard Template

- Data elements taken from the balance sheet, income statement, and statement of changes in net assets statements and cash flow statement sections of hospitals’ audited financial statements.

- Thirty one (31) ratios created from the data fields in the template.
Data Collection - Process

• Templates are compared by MHDO staff against hospital’s audited financial statements.
• MHDO makes hospital financial data available on website in October for prior year.
• Reporting period includes data from hospital fiscal years ending in a specified year, e.g., 2013 would include hospitals whose fiscal years included:
  • February 2012 – January 2013
  • March 2012 – February 2013
  • April 2012 – March 2013
  • ...
  • January 2013 – December 2013
Data Released

• Data beginning with fiscal year 2005

• All financial information contained in the financial data template (except for the cash flow section-lines 100 – 140) by hospital

• A report for each of Maine’s 39 hospitals of all data elements and ratios found on the template and reported by the hospitals

• In addition, MHDO is required to provide a link on its web site to hospital IRS Form 990s, collected by DHHS
Financial Report

- Reports available at http://mhdo.maine.gov/imhdo/hospital_financials.htm
Organizational Data

• MHDO Rule: Chapter 630: Uniform System for Reporting Baseline Information and Restructuring Occurrences for Maine Hospitals and Parent Entities, governs the organizational information that hospitals are required to provide to MHDO.

• Organizational charts for all Maine hospitals and their parent entities.

• A chart of all physicians employed or owned by the hospital including name and department.

• Occurrences of structural or organizational changes
  
  • **Acquisitions.** The buy out or takeover of one person, health care facility, hospital, and/or parent entity by another hospital or parent entity.

  • **Consolidation.** The dissolution of two or more hospitals or parent entities followed by the creation of a totally new entity.

  • **Mergers.** The joinder of two or more hospitals or the absorption of one hospital or parent entity by another.

  • **Reorganization.** The change in the operations of a hospital or parent entity or an addition to or increase in the types of health care services offered.