

Hospital Data Comments/Feedback on Hospital Financial Reports (*unconsolidated data*) FY2018 - FY2022

Hospital Name	Fiscal Year	Ratio/Data Element	Hospital Comments
Maine Medical Center and Subsidiaries	FY 2022		<p>The financial information for Maine Medical Center and Subsidiaries represents the consolidated information for all activities of organizations that were controlled by Maine Medical Center prior to the MaineHealth System unification and re-organization in 2019. This includes the activities of its employed physicians and nursing home.</p> <p>Under the unification and re-organization of the MaineHealth System, the Maine Medical Center and Subsidiaries statement of operating activities fairly reflects the services provided. However, the balance sheet does not reflect all assets or liabilities of the organization as some assets and liabilities have been transferred to the corporate parent (see MHDO’s Report C-Consolidated Financial Data). As a result, many of the financial ratios beyond the operating margin and the total margin may not be comparable to other organizations.</p> <p>Under the MHDO structure of financial reporting Maine Medical Center and Subsidiaries reported a net operating loss for fiscal year 2022 of \$41.4 million and net operating income for fiscal year 2021 of \$67.3 million. Both of these amounts included COVID-19 relief revenues at material amounts of \$50.4 million in fiscal year 2022 and \$28.2 million in fiscal year 2021. Excluding these COVID-19 relief revenues the net operating loss for fiscal year 2022 would have been \$91.8 million and the net operating income for fiscal year 2021 of \$39.1 million. The net operating gain of \$4.4 million in fiscal year 2020 included COVID-19 relief revenues of \$50.5 million, without which Maine Medical Center and Subsidiaries would have incurred a loss of \$46.1 million. Some of the COVID-19 relief revenues received in fiscal year 2021 supported losses incurred in fiscal year 2020.</p> <p>Lower levels of patient service volume during times when COVID-19 cases were high drove the majority of operating losses in fiscal year 2020 and in fiscal year 2022. Although patient service volumes began to normalize in fiscal year 2022 workforce challenges have resulted in a greater reliance on expensive contract labor and resulted in operating losses in fiscal year 2022.</p>

Franklin Memorial Hospital
LincolnHealth
Maine Behavioral Healthcare
Mid Coast Hospital
Pen Bay Medical Center
Southern Maine Health Care
Stephens Memorial Hospital
Waldo County General

FY 2022

The financial information for these MaineHealth System hospital includes the activities of the employed physicians and other non-hospital based clinical services.

Under the unification and re-organization of the MaineHealth System, these hospital's statement of operating activities, as structured by the MHDO, fairly reflects the services provided. However, the balance sheet does not reflect all assets or liabilities of the organization as some assets and liabilities have been transferred to the corporate parent (see MHDO's Report C-Consolidated Financial Data) . As a result, many of the financial ratios beyond the operating margin and the total margin may not be comparable to other organizations. Although patient service volumes began to normalize in fiscal year 2022 workforce challenges have resulted in a greater reliance on expensive contract labor.

MaineHealth Unification:

Maine Medical Center
Southern Maine Health Care
LincolnHealth
Stephens Memorial Hospital
Franklin Memorial Hospital
Maine Behavioral Healthcare
Waldo County General
Pen Bay Medical Center

FY 19

Unrestricted Net Assets/
Days Cash on Hand

The accounting changes necessitated by the MaineHealth unification process distorts the Changes in Unrestricted Net Assets and the balance sheet accounts as things shifted to MaineHealth Corporate. These changes therefore impact some of the ratio calculations (e.g.; Days Cash on Hand did not actually drop precipitously from FY18 to FY19; the cash was now accounted for at the MH level).