

# GHA Annual Economic Impact Report Summary



## Georgia

### I. Economic Impact

#### Data Sources

Total Expenditure:	\$33,283,670,233	<b>Total Expenditure</b> - most recent cost report
Georgia Output Multiplier:	2.2815	<b>Output Multiplier</b> - Bureau of Economic Analysis RIMS II
<b>Total Output/Income Generated:</b>	<b>\$75,936,693,637</b>	
Total Hospital Payroll and Benefits:	\$15,196,172,204	<b>Hospital Payroll Benefits</b> - most recent cost report
Contract Labor:	\$2,174,350,476	<b>Contract Labor</b> - most recent cost report
Georgia Earnings Multiplier:	1.995	<b>Georgia Earnings Multiplier</b> - Bureau of Economic Analysis RIMS II
<b>Total Household Earnings Generated:</b>	<b>\$30,316,363,547</b>	
Full Time Hospital Jobs:	156,681	<b>Full Time Hospital Jobs</b> - Department of Community Health 2021 Annual Hospital, Nursing Home and Home Health Questionnaires
Georgia Employment Multiplier:	2.5182	
<b>Other Full Time Jobs Created:</b>	<b>394,553</b>	
<b>Total Jobs Due To Hospital Presence:</b>	<b>551,234</b>	

### II. Community Benefit

Uncompensated Indigent Care:	\$937,436,854	Department of Community Health 2021 Hospital Financial Survey
Uncompensated Charity Care:	\$792,938,534	
Uncompensated Bad Debt Incurred on Health Care Services Provided:	\$924,967,760	Hospital Calculated Cost-to-Charge Ratio used to determine cost
Other Free Uncompensated Care:	\$281,765,553	
Total:	<b>\$2,937,108,701</b>	

#### Factors that may influence the Economic Impact

**Fiscal Year** - Your fiscal year end date may affect the overall impact of the pandemic on your financials. Some hospitals may have experienced a limited impact of COVID while others may have seen three “waves” during this fiscal year.

**Total Expenditure** – Many hospitals were required to spend more for basic supplies due to shortages. Consider the increase in costs for personal protective equipment and others as potential explanations for inflated costs in 2021.

**Payroll and Contract Labor** – Hospitals used innovative methods to ensure they were appropriately and adequately staffed during the pandemic. Consider that dynamic on the workforce and local community when explaining the hospital’s economic impact.

#### Use of Multipliers

In 2020, the Bureau of Economic Analysis stated, “RIMS II Multipliers are NOT designed to estimate the impact of supply shocks to the economy.” Consider the continued impact of the pandemic on the hospital and local community in 2021:

- The effect of continued supply chain issues on procurement patterns and cost.
- The widespread business interruptions and lagging return to regular consumer patterns locally.
- Hospital FTE counts, which are a snapshot in time (12/31/2021) and the patient census trends around that time.