

Medical Center Health System
Fiscal Year 2026
Statement of Revenue and Expenses

	FY 2023 Actual	FY 2024 Actual	FY 2025 Projection	FY 2026 Budget
<u>PATIENT REVENUE</u>				
Inpatient Revenue	628,091,733	687,398,071	699,990,999	706,990,911
Outpatient Revenue	729,185,215	764,344,238	751,955,197	771,437,289
TOTAL PATIENT REVENUE	1,357,276,948	1,451,742,309	1,451,946,196	1,478,428,200
<u>DEDUCTIONS FROM REVENUE</u>				
Contractual Adjustments	853,339,627	941,960,019	918,502,683	930,866,319
Policy Adjustments	15,430,933	13,960,613	13,115,767	13,560,477
Uninsured Discount	126,318,079	91,411,105	112,618,318	112,519,727
Indigent Care	13,076,618	12,301,104	13,978,254	14,373,188
Provision for Bad Debts	60,312,814	84,498,441	77,144,150	82,366,886
TOTAL REVENUE DEDUCTIONS	1,068,478,071	1,144,131,282	1,135,359,172	1,153,686,597
DEDUCTION PERCENTAGE	78.7%	78.8%	78.2%	78.0%
COLLECTABLE PATIENT REVENUE	288,798,877	307,611,027	316,587,024	324,741,603
PAID CLAIMS RATIO	21.3%	21.2%	21.8%	22.0%
<u>OTHER PATIENT REVENUE</u>				
Medicaid Supplemental Payments	29,672,133	24,729,873	26,920,260	17,495,000
DSRIP/CHIRP	2,334,046	19,555,193	1,276,383	15,030,000
Medicare Meaningful Use Subsidy	(14,868)	-	-	-
TOTAL OTHER PATIENT REVENUE	31,991,311	44,285,066	28,196,643	32,525,000
NET PATIENT REVENUE	320,790,188	351,896,093	344,783,667	357,266,603
<u>OTHER REVENUE</u>				
Tax Revenue	78,170,789	77,343,722	81,726,205	92,826,306
Other Revenue	14,554,616	18,203,660	19,001,996	26,941,256
TOTAL OTHER REVENUE	92,725,405	95,547,382	100,728,201	119,767,562
NET OPERATING REVENUE	413,515,593	447,443,475	445,511,868	477,034,165
<u>OPERATING EXPENSE</u>				
Salaries and Wages	175,335,832	185,312,695	191,121,958	200,320,501
Benefits	34,339,532	17,373,764	21,494,904	28,123,763
Temporary Labor	16,224,652	20,577,162	16,589,362	15,023,648
Physician Fees	13,933,400	14,882,541	15,713,849	15,717,732
Texas Tech Support	11,042,819	11,676,036	12,111,421	12,511,421
Purchased Services	53,589,463	56,706,261	57,873,661	60,919,000
Supplies	69,561,747	79,915,926	81,122,139	84,765,152
Utilities	4,019,994	4,416,825	3,987,211	3,987,175
Repairs and Maintenance	9,457,653	9,577,899	10,167,737	10,651,619
Leases and Rentals	1,369,441	1,325,217	1,523,761	1,693,613
Insurance	2,114,732	2,247,711	2,610,261	2,435,711
Interest Expense	1,173,048	1,218,027	1,049,278	950,233
ECHDA	2,472,051	1,938,031	1,363,556	1,363,556
Other Expense	2,460,469	2,797,974	2,539,085	2,762,121
TOTAL OPERATING EXPENSES	397,094,833	409,966,069	419,268,183	441,225,245
Depreciation/Amortization	22,556,368	24,189,509	25,363,698	26,048,640
(Gain)/Loss on Disposal of Assets	174,406	(45,333)	(300)	-
TOTAL OPERATING COSTS	419,825,607	434,110,245	444,631,581	467,273,885
NET GAIN (LOSS) FROM OPERATIONS	(6,310,014)	13,333,230	880,287	9,760,280
Operating Margin	-1.53%	2.98%	0.20%	2.05%
<u>NONOPERATING REVENUE/EXPENSE</u>				
Interest Income	1,600,627	2,069,584	2,178,624	2,173,705
Donations	1,502,311	666,042	97,617	97,617
Tobacco Settlement	1,392,083	1,423,034	1,630,271	1,700,000
Opioid Abatement Fund	-	884,163	210,135	210,135
COVID 19 Stimulus	-	-	78,390	-
CHANGE IN NET ASSETS BEFORE INVESTMENT ACTIVITY	(1,814,993)	18,376,053	5,075,324	13,941,737
Unrealized Gain/(Loss) on Investments	1,513,905	2,381,744	1,201,112	1,201,112
Investment in Subsidiaries	1,415,545	1,066,095	1,029,588	1,029,588
CHANGE IN NET POSITION	1,114,457	21,823,892	7,306,024	16,172,437