

 Policy & Procedure		Topic: Financial Assistance Policy			
		Department:	Number:	Revision:	Page 1 of 1
		Patient Financial Services	0001		
Prepared by: J. Nelson		Date: 03/18/2010		Original Date: 11/03/1998	
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Enter up to five Key Words	Community Care	Poverty Guidelines	Discount	Charity	

Principle:

To define the proper policy and procedure for determining and granting community care write-offs and self-pay discounts.

Concept:

As a not-for-profit charitable hospital, Fort HealthCare, Inc. (FHC) recognizes that certain responsible individuals will not have the ability to pay for services rendered to them or their immediately family. It is FHC’s policy to apply a Community Care write-off if it has been determined that all other avenues of payment have been exhausted and the patient has no other means of making payment on the account. Community Care write-offs are granted at the discretion of FHC upon consideration of the certain guidelines. Persons whose income is less than 200% of the FPL (Federal Poverty Level) are encouraged to seek services thru Rock River Free Clinic.

Individuals are expected to cooperate with Fort HealthCare’s Community Care process. This may require purchasing health insurance, if financially able, or applying for government programs. In cases when a patient appears eligible for financial assistance, but no evidence is available, Fort HealthCare could use outside agencies to determine and assist with eligibility.

Self-pay patients are defined as patients who have no health insurance because they are not eligible for insurance coverage or the services are not covered by a health insurance policy or state, government, liability or workers compensation program.

Fort HealthCare will provide care of emergency medical conditions to individuals regardless of their ability to pay. Eligible individuals may not be charged more than amounts generally billed for emergency or other medically necessary care. Appendix A defines the Amounts Generally Billed (AGB) methodology.

Financial Assistance need does not consider age, gender, race, social or immigrant status, sexual orientation or religious affiliations.

This policy covers all of Fort HealthCare departments including Fort Medical Group physician clinics. Refer to the attached Appendix B for specific coverage.

General Community Care Guidelines:

1. Community Care write-offs are available to eligible persons residing in our primary and secondary service areas requiring medically necessary treatment, but who are unable to pay for these services. Eligibility for Community Care shall be extended to those persons whose family income does not exceed current Community Services Administration poverty guidelines (see **Attachment #1-Community Care Discount Table**). Persons whose income is less than 200% of the guidelines will be considered for complete forgiveness of their outstanding bill. Persons whose income is greater than 200% of the guidelines, but not more than 400% of the guidelines, shall be eligible for Community Care on a reduced basis.

2. Community Care write-off shall be considered only after a careful review of the patient's accounts and a determination has been made that no third-party reimbursement is available. A signed **Financial Questionnaire** (see **Attachment #2**) shall be completed by the Community Care candidate either by returning the free questionnaire sent by a FHC Representative or completed on line at www.forthhealthcare.com. An appointment may be made with our Patient Financial Advocate to assist completing the application at no charge.

Legal dependents shall be identified as such, based on whether or not they are claimed as dependents on the most recent income tax return and/or reside in residence. Gross income on the questionnaire shall include all household income and shall require supporting materials (i.e. most recent tax returns, 3 most recent pay stubs, W-2 forms, unemployment compensation forms, letters from employers, etc...). If a Community Care candidate indicates that no income has been earned, a copy of a letter from the Department of Workforce Development denying unemployment compensation may be requested. Also requested may be a copy of a letter verifying that Medicaid benefits have been denied. If the Community Care candidate has not yet applied for Medicaid or insurance thru the Marketplace, he or she will be required to do so before the application will be processed. If the Community Care candidate returns the questionnaire without sufficient proof of income or if other information has not been provided, he or she shall be contacted by telephone or letter to discuss other evidence of income they have available. Approval may be denied for failure to cooperate to complete the questionnaire.

3. FHC recognizes the fact that there may be instances in which a Community Care candidate's income exceeds the previously mentioned guidelines, but their expenses also exceed his or her income, thereby rendering them incapable of accepting any additional financial burden. A Community Care write-off may be appropriate for these individuals.
4. Upon review of a completed Financial Questionnaire, a Business Services Representative will make a recommendation for Community Care. Recommendations below \$5000 will be approved by the Director of Revenue Cycle and approvals for \$5000 and above will be approved by the Senior Vice President – Finance & Strategic Development or President/Chief Executive Officer. Once Community Care is approved, the individual will receive written notice from FHC and a current statement reflecting the new adjusted balance due.
5. If partial Community Care is approved, the individual will be contacted by a Business Services Representative to establish an approved payment plan for the remaining balance. If an individual does not follow through on their payment plan, FHC reserves the right to submit the balances to collection agency.
6. 100% Community Care will be granted to individuals with medically necessary services referred by the Rock River Free Clinic.
7. FHC recognizes that some patients will be unable to comply with or be unresponsive to traditional FAP processes; and in effort to remove barriers for these patients and improve community benefits, FHC may utilize an electronic screening process prior to bad debt assignment after all other funding sources have been exhausted; and that the information returned via this electronic screening will constitute adequate documentation under FHC's policy; and the patient's eligibility through this process will receive the most generous financial assistance discount and will not be assigned to bad debt. Transunion Consumer Credit Report will be reviewed Presumptive care is for a finite period of time and covers very specific types of services and patients. For example, patients who are incarcerated for more than 2 years, patients that do not live in the area and will most likely never return, or patients that are here illegally and have no access to health insurance
8. If a patient feels an incorrect determination was made, they may appeal. The patient will be asked to document the factors that would change the result.

9. Community Care applications will be accepted for open dates of service. Patient balances older than 240 days from date of service which have been sent to collections are not eligible for FAP. Community Care approvals will be good for one calendar year and not automatically extend to future services provided by Fort HealthCare, Inc. but may be reviewed annually.
10. FHC may at any time, with the approval of the FHC Board of Directors, revise the criteria determining eligibility for financial assistance.

General Self-Pay Guidelines

1. Eligible individuals will be expected to pay the equivalent of Amounts Generally Billed for qualified medically necessary services as determined by their qualified medical provider.
2. Individuals residing outside of the primary or secondary service areas without insurance will receive a self-pay discount but are required to pay for services in advance or at the time of service where appropriate.
3. The Self-Pay discount of 48% will automatically be applied once the Business Office determines the account meets the above criteria and all charges have been posted to the date of service.
4. The Self-Pay discount will be reviewed each year to ensure the correct percentage.

Services not covered by FAP

Generally, care that is emergent or medical necessary will be eligible for discount. Community Care and Self-Pay write-off/discounts will not apply to the following services provided by Fort HealthCare:

1. Services deemed not medically necessary by the examining physician
2. Services deemed retail in nature (ex. Hearing aids, allergy testing/injections, Dermatology light booth therapy)
3. Missed appointment charges
4. Bariatric Services
5. An unpaid account (s) over 240 days that we have placed with a collection agency
6. Charges in litigation
7. Experimental or investigational procedures including clinical trials and studies

Actions That May Be Taken In the Event of Non-Payment:

Fort HealthCare will inform all patients at the time of service that they may qualify for discounted fees. Fort HealthCare will send 4 statements to each eligible individual with progressively stronger language in attempt to collect outstanding balances. The statements will include invitations to eligible persons to contact a Business Services Representative in the event they are unable to pay the balances due.

During the period in which Fort HealthCare is sending the 4 statements, Fort HealthCare may 1) try to call the eligible person to discuss methods in which the individual will satisfy their outstanding balances (including encouragement to apply for Community Care) and/or, 2) may seek a credit check from a credit agency.

After the 4th statement or 120 days (if shorter) of non-payment, Fort HealthCare will enlist the assistance of a collection agency in the collection of the outstanding balances. The collection agency will attempt to contact the eligible person via mail or phone to collect on this debt and provide notice of ECA (Extraordinary Collection Action). Financial Assistance applications will be accepted by agency if (a) within 240 days from date of first post-discharged bill or (b) if later, 30 days from the date of ECA notification. If an individual submits an application, all ECA actions will be suspended while the application is being reviewed. If payment is not made, the agency will provide notice 30 days prior to intent to do one or all of the following: 1) report adverse information about the

eligible individual to a consumer credit reporting agency or credit bureau, 2) place a lien on an eligible individual's property, 3) file a small claims suit, or 4) garnish an individual's wages.

FHC has entered into a legally binding written agreement to refer debt to Margraf Collection Agency to ensure no ECAs are taken to obtain payment for care until "reasonable efforts" have been made.

It is the Responsible Individual(s) obligation to provide a correct mailing address at the time of service or upon moving. If an account does not have a valid address, the determination for "Reasonable Effort" will have been made.

Patients are informed of financial assistance options thru hospital employees, Patient Financial Services employees, signage and FHC website. Brochures and patient bills also include information about financial assistance. Spanish versions of the application and financial assistance are available. Copies of our Financial Assistance Policy and Billing and Collection Policy, which describes the actions that FHC may take in the event of nonpayment, are provided free upon request.

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Approved by: FHC Board	Date: 03/2016	Reviewed by: J Nelson	Date: 2/2016

Appendix A

Amounts Generally Billed (AGB) Calculation :

FHC has adopted the Look Back Method to determine the AGB calculation. We based this on the previous fiscal year's claims allowed for all medical care, including emergency and other medically necessary care for Medicare and all private insurers divided by total gross charges for FHC. All services provided under FHC (including physician offices and clinics) will use the same discount percentage.

Appendix B

Providers and Services covered under Fort HealthCare's Financial Aid policy:

All hospital departments and services

All Fort HealthCare physician clinics, also known as Fort Medical Group Physicians and clinics

Rock River Free Clinic

Providers and Services not covered under Fort HealthCare's Financial Aid Policy. (Please refer to individual providers for their specific financial aid options.)

Associated Pathology

Fort Atkinson Emergency Physicians

Dane County Cytology

Physician offices and clinic located within FHC service and are affiliated with FHC.

Referrals made by FHC providers to providers outside FHC service area

Fort HealthCare 2016 Community Care Matrix

Attachment 1 - Community Care Discount Table

- Write off accounts up to 200% of Federal Poverty Guidelines; with sliding scale out to 400% of FPG
- For accounts where payment plans are appropriate, the discount would be the greater of the % calculation or the difference of the balance of accounts and the total payment plan payments

% of FPG	Discount	Family Size / Household Income							
		1	2	3	4	5	6	7	8
	100%	\$11,880	\$16,020	\$20,160	\$24,300	\$28,440	\$32,580	\$36,730	\$40,890
110%	100%	\$13,068	\$17,622	\$22,176	\$26,730	\$31,284	\$35,838	\$40,403	\$44,979
120%	100%	\$14,256	\$19,224	\$24,192	\$29,160	\$34,128	\$39,096	\$44,076	\$49,068
130%	100%	\$15,444	\$20,826	\$26,208	\$31,590	\$36,972	\$42,354	\$47,749	\$53,157
140%	100%	\$16,632	\$22,428	\$28,224	\$34,020	\$39,816	\$45,612	\$51,422	\$57,246
150%	100%	\$17,820	\$24,030	\$30,240	\$36,450	\$42,660	\$48,870	\$55,095	\$61,335
160%	100%	\$19,008	\$25,632	\$32,256	\$38,880	\$45,504	\$52,128	\$58,768	\$65,424
170%	100%	\$20,196	\$27,234	\$34,272	\$41,310	\$48,348	\$55,386	\$62,441	\$69,513
180%	100%	\$21,384	\$28,836	\$36,288	\$43,740	\$51,192	\$58,644	\$66,114	\$73,602
190%	100%	\$22,572	\$30,438	\$38,304	\$46,170	\$54,036	\$61,902	\$69,787	\$77,691
200%	100%	\$23,760	\$32,040	\$40,320	\$48,600	\$56,880	\$65,160	\$73,460	\$81,780
210%	90%	\$24,948	\$33,642	\$42,336	\$51,030	\$59,724	\$68,418	\$77,133	\$85,869
220%	80%	\$26,136	\$35,244	\$44,352	\$53,460	\$62,568	\$71,676	\$80,806	\$89,958
230%	70%	\$27,324	\$36,846	\$46,368	\$55,890	\$65,412	\$74,934	\$84,479	\$94,047
240%	60%	\$28,512	\$38,448	\$48,384	\$58,320	\$68,256	\$78,192	\$88,152	\$98,136
250%	50%	\$29,700	\$40,050	\$50,400	\$60,750	\$71,100	\$81,450	\$91,825	\$102,225
260%	40%	\$30,888	\$41,652	\$52,416	\$63,180	\$73,944	\$84,708	\$95,498	\$106,314
270%	35%	\$32,076	\$43,254	\$54,432	\$65,610	\$76,788	\$87,966	\$99,171	\$110,403
280%	30%	\$33,264	\$44,856	\$56,448	\$68,040	\$79,632	\$91,224	\$102,844	\$114,492
290%	25%	\$34,452	\$46,458	\$58,464	\$70,470	\$82,476	\$94,482	\$106,517	\$118,581
300%	20%	\$35,640	\$48,060	\$60,480	\$72,900	\$85,320	\$97,740	\$110,190	\$122,670
320%	20%	\$38,016	\$51,264	\$64,512	\$77,760	\$91,008	\$104,256	\$117,536	\$130,848
340%	15%	\$40,392	\$54,468	\$68,544	\$82,620	\$96,696	\$110,772	\$124,882	\$139,026
360%	15%	\$42,768	\$57,672	\$72,576	\$87,480	\$102,384	\$117,288	\$132,228	\$147,204
380%	10%	\$45,144	\$60,876	\$76,608	\$92,340	\$108,072	\$123,804	\$139,574	\$155,382
400%	10%	\$47,520	\$64,080	\$80,640	\$97,200	\$113,760	\$130,320	\$146,920	\$163,560

Attachment #1