



Impact of Policies on Rural Communities

Arizona

Provider Name/Number	Provider Type	Operating Margin ¹	Sequestration ² 2% Inpatient and Outpatient Medicare Revenue Cut			Bad Debt Reimbursement Cut ³ 35% Medicare Bad Debt Reimbursement Cut		
			Annual Revenue Lost ¹	Potential Job Loss ⁴	Potential GDP Loss ⁵	Annual Revenue Lost ¹	Potential Job Loss ⁴	Potential GDP Loss ⁵
Banner Payson Medical Center (031318)	CAH	1.9%	\$189,351	3	\$399,032	\$76,310	1	\$160,813
Benson Health (031301)	CAH	5.8%	\$98,239	2	\$278,483	\$64,462	1	\$182,732
Cobre Valley Regional Medical Center (031314)	CAH	8.6%	\$215,788	3	\$411,512	\$8,279	0	\$15,789
Copper Queen Community Hospital (031312)	CAH	9.1%	\$85,937	1	\$189,968	\$58,299	1	\$128,872
Holy Cross Hospital (031313)	CAH	30.8%	(\$74,396)	-1	(\$138,251)	\$136,866	2	\$254,339
La Paz Regional Hospital (031317)	CAH	-11.3%	\$133,503	3	\$391,004	\$18,442	0	\$54,014
Little Colorado Medical Center (031311)	CAH	-4.3%	\$85,644	2	\$200,808	\$42,558	1	\$99,784
Mt. Graham Regional Medical Center (030068)	RPPS	-5.9%	\$256,626	4	\$565,320	\$28,652	0	\$63,117
Northern Cochise Community Hospital (031302)	CAH	-1.9%	\$54,238	1	\$161,574	\$18,235	0	\$54,322
Page Hospital (031304)	CAH	226.3%	\$46,517	1	\$107,729	\$26,928	0	\$62,361
Parker Indian Health Center (031307)	CAH		\$72,187	1	\$180,442	\$0	0	\$0
Sage Memorial Hospital (031309)	CAH	21.0%	\$57,699	1	\$133,623	\$0	0	\$0
Summit Healthcare Regional Medical Center (030062)	RPPS	0.1%	\$1,631,488	25	\$3,292,079	\$0	0	\$0
Valley View Medical Center (030117)	RPPS	-0.9%	\$395,041	7	\$903,899	\$68,610	1	\$156,987

¹ CMS Healthcare Cost Report Information System (HCRIS) Q3 2023. Operating margin is computed in accordance with Flex Monitoring Team guidance. Reported Covid-19 PHE Funds (Worksheet G-3 line 24,50) excluded from operating margin. Adjustments made to operating margin to reflect full 2% sequester.

² Budget control Act of 2011

³ Middle class Tax Relief and Job Creation Act of 2012

⁴ National Center for Rural Health works, 2016

⁵ The World Bank, 2022



Provider Name/Number	Provider Type	Operating Margin	Sequestration 2% Inpatient and Outpatient Medicare Revenue Cut			Bad Debt Reimbursement Cut 35% Medicare Bad Debt Reimbursement Cut		
			Annual Revenue Lost	Potential Job Loss	Potential GDP Loss	Annual Revenue Lost	Potential Job Loss	Potential GDP Loss
Verde Valley Medical Center (030007)	RPPS	16.9%	\$1,615,106	26	\$3,474,520	\$102,526	2	\$220,560
Western Arizona Regional Medical Center (030101)	RPPS	56.0%	\$758,035	14	\$1,793,364	\$110,430	2	\$261,255
White Mountain Regional Medical Center (031315)	CAH	2.8%	\$50,514	1	\$142,869	\$14,349	0	\$40,582
Wickenburg Community Hospital (031300)	CAH	-9.1%	\$151,625	3	\$356,633	\$76,564	1	\$180,084

