
Not-For-Profit Hospital Corporation

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Description	FY 2011 Actual	FY 2012 Approved	FY 2013 Proposed	% Change from FY 2012
Operating Budget	\$0	\$126,878,884	\$132,477,000	4.4

The mission of the Not-For-Profit Hospital Corporation (NFPHC) is to hold the land, improvements, and equipment of the hospital known as United Medical Center, to operate the hospital, and to sell or otherwise transfer all or part of the hospital and site to a qualified buyer, once identified.

NFPHC, also doing business as United Medical Center and United Medical Nursing Center, is an independent District instrumentality, created by legislation adopted by the Council of the District of Columbia. It provides inpatient, outpatient, psychiatric, and emergency care, as well as managing a skilled nursing facility (SNF). NFPHC is located east of the Anacostia River in the Southeastern section of Washington, D.C. Its primary service market includes residents of Wards 7 and 8 and the state of Maryland's Prince George's County. In FY 2010, 80 percent of United Medical Center's hospital admissions were paid for by the public programs Medicare or Medicaid.

NFPHC is governed by a 14-member board of directors, 11 of whom are voting members and three of whom are non-voting members. Six members are appointed by the Mayor and three members are appointed by the Council of the District of Columbia. The Chief Financial Officer of the District, or his or her designee, and a representative of the entity maintaining the largest collective bargaining agreement with the corporation serve as ex officio voting members. The Chief Executive Officer and Chief Medical Officer of NFPHC and the President of the District of Columbia Hospital Association serve as non-voting ex officio members.

The NFPHC, unlike certain other District Enterprise Funds such as the Washington Convention and Sports Authority and the University of the District of Columbia, does not receive a regular subsidy from General Fund taxes. Therefore, the hospital is expected to operate using its own revenue sources.

In Fiscal Year 2010, the District provided the NFPHC with \$26 million from the District's Contingency Reserve Fund, primarily as a legal mechanism to comply with appropriations laws. NFPHC repaid the \$20 million it used in FY 2010, and the remaining \$6 million is being held as a reserve fund.

The agency's FY 2013 proposed budget is presented in the following tables:

FY 2013 Proposed Gross Funds Operating Budget, by Revenue Type

Table HW0-1 contains the proposed FY 2013 agency budget compared to the FY 2012 approved budget. It also provides FY 2011 actual expenditure.

Table HW0-1
(dollars in thousands)

Appropriated Fund	Actual FY 2011	Approved FY 2012	Proposed FY 2013	Change from FY 2012	Percent Change*
General Fund					
Special Purpose Revenue Funds	0	126,879	132,477	5,598	4.4
Total for General Fund	0	126,879	132,477	5,598	4.4
Gross Funds	0	126,879	132,477	5,598	4.4

*Percent change is based on whole dollars.

Note: If applicable, for a breakdown of each Grant (Federal and Private), Special Purpose Revenue type and Intra-District agreement, please refer to **Schedule 80 Agency Summary by Revenue Source** in the FY 2013 Operating Appendices located on the Office of the Chief Financial Officer's website.

FY 2013 Proposed Operating Budget, by Comptroller Source Group

Table HW0-2 contains the proposed FY 2013 budget at the Comptroller Source Group (object class) level compared to the FY 2012 approved budget. It also provides FY 2011 actual expenditure.

Table HW0-2
(dollars in thousands)

Comptroller Source Group	Actual FY 2011	Approved FY 2012	Proposed FY 2013	Change from FY 2012	Percent Change*
50 - Subsidies and Transfers	0	126,879	132,477	5,598	4.4
Subtotal Nonpersonal Services (NPS)	0	126,879	132,477	5,598	4.4
Gross Funds	0	126,879	132,477	5,598	4.4

*Percent change is based on whole dollars.

Program Description

The Not-For-Profit Hospital Corporation (NFPHC) operates through Special Purpose Revenue funds, generated primarily, though not exclusively, through its Hospital patient and SNF resident operations.

Hospital Services - NFPHC operates an acute care program with 234 acute care beds, which provides medical-surgical, psychiatric, and obstetric care. Other hospital services include adult emergency care and outpatient services. In October 2010, Children's National Medical Center (CNMC) opened its pediatric emergency room. While the pediatric emergency room is located within the four walls of NFPHC, with the exception of rental payments for the space and payments for some ancillary services, its revenues are retained by CNMC.

SNF Services - With a capacity of 120 beds, the SNF provides skilled nursing services to chronically ill residents, the majority of whom are elderly.

Program Structure Change

The Not-For-Profit Hospital Corporation has no program structure changes in the FY 2013 proposed budget.

FY 2013 Proposed Operating Budget and FTEs, by Program and Activity

Table HW0-3 contains the proposed FY 2013 budget by program and activity compared to the FY 2012 approved budget. It also provides the FY 2011 actual data.

Table HW0-3

(dollars in thousands)

Program/Activity	Dollars in Thousands				Full-Time Equivalents			
	Actual FY 2011	Approved FY 2012	Proposed FY 2013	Change from FY 2012	Actual FY 2011	Approved FY 2012	Proposed FY 2013	Change from FY 2012
(1000) Not-For-Profit Hospital Corporation								
(1001) Not-For-Profit Hospital Corporation	0	126,879	132,477	5,598	0.0	0.0	0.0	0.0
Subtotal (1000) Not-For-Profit Hospital Corporation	0	126,879	132,477	5,598	0.0	0.0	0.0	0.0
Total Proposed Operating Budget	0	126,879	132,477	5,598	0.0	0.0	0.0	0.0

(Change is calculated by whole numbers and numbers may not add up due to rounding)

Note: For more detailed information regarding the proposed funding for the activities within this agency's programs, please see Schedule 30-PBB Program Summary by Activity in the FY 2013 Operating Appendices located on the Office of the Chief Financial Officer's website.

FY 2013 Proposed Budget Changes

The Not-For-Profit Hospital Corporation's (NFPHC) proposed FY 2013 gross budget is \$132,477,000, which represents a 4.4 percent increase over its FY 2012 approved gross budget of \$126,878,884. The budget is comprised entirely of Special Purpose Revenue funds.

Initial Adjusted Budget

Cost Increase: NFPHC's FY 2013 budget proposal reflects an increase of \$5,598,116 based on revenue forecasts for the operations of the United Medical Center.

FY 2012 Approved Budget to FY 2013 Proposed Budget, by Revenue Type

Table HW0-4 itemizes the changes by revenue type between the FY 2012 approved budget and the FY 2013 proposed budget. It also provides FY 2011 actual expenditure.

Table HW0-4
(dollars in thousands)

	PROGRAM	BUDGET	FTE
SPECIAL PURPOSE REVENUE FUNDS: FY 2012 Approved Budget and FTE		126,879	0.0
Cost Increase: Adjust the budget to reflect revenue forecasts for the operations of the United Medical Center	Not-For-Profit Hospital Corporation	5,598	0.0
FY 2013 Initial Adjusted Budget		132,477	0.0
SPECIAL PURPOSE REVENUE FUNDS: FY 2013 Proposed Budget and FTE		132,477	0.0
Gross for HW0 - Not-For-Profit Hospital Corporation		132,477	0.0

(Change is calculated by whole numbers and numbers may not add up due to rounding)