MONADNOCK COMMUNITY HOSPITAL

FINANCIAL ASSISTANCE PROGRAM (Charitable Care)

Updated: 10/2020

Appendix A: Amount Generally Billed

Amount Generally Billed (AGB) is the allowable amount of charges for the services being rendered. MCH uses the Medicare look-back method, which will be reviewed annually.

An example of the Medicare look-back method is calculated as follows:

| AGB Calculation: | |
|---------------------------------------|------------------|
| Medicare Look-Back Method | |
| 12 month period: 10/01/19-09/30/20 | |
| Total Charges Generated for Medicare: | \$1,000,000 |
| Total Allowed Charges by Medicare: | \$1,000,000 |
| Less: Total Contractual: | <u>\$530,000</u> |
| Total Allowed Charges: | \$470,000 |
| Total Percentage of Allowed Charges: | |
| <u>\$470,000</u> = 47% | |
| \$1,000,000 | |