## MONADNOCK COMMUNITY HOSPITAL

FINANCIAL ASSISTANCE PROGRAM (Charitable Care)

Updated: 10/2021

## **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: 10/01/20 - 09/30/21  |                  |
| 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:  |                  |
| \$470,000 = 47%                       |                  |
| \$1,000,000                           |                  |