Last Approved: 09/2024 Next Review: 08/2025

## MONADNOCK COMMUNITY HOSPITAL

FINANCIAL ASSISTANCE (FA) (Charitable Care)

## **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: 08/01/23-07/31/24	
Total Charges Generated for Medicare:	\$1,000,000
Total Allowed Charges by Medicare:	\$1,000,000
Less: Total Contractual:	<u>\$480,000</u>
Total Allowed Charges:	\$520,000
Total Percentage of Allowed Charges:	
\$520,000 = 52%	
\$1,000,000	