

#### Kaleida Health System

New York's Hospitals and Health Systems Improve the Economy and Community



# **Economic and Community Benefits**

### **Economic activity** \$3,822,000,000

The economic activity generated by hospitals through jobs and the purchase of goods and services makes up 10.3% of the state's entire gross domestic product.[1]

### **Payroll expenditures** \$1,040,000,000

New York hospitals' #1 investment is in their people, including direct salary and benefits to their employees.[4]

#### **Jobs generated** 16,000

Hospitals and health systems are often the largest employers in communities, generate many more jobs and are top 10 private sector employers in every region of New York. [2]

### Tax dollars generated \$407,000,000

New York hospitals generate significant tax dollars and stimulate the economies of local communities and the whole state.[3]

#### **Community benefits and investments**

\$242,000,000

Adhering to their charitable mission, hospitals cover the cost of care provided to people in need; subsidize care and services to low-income, elderly and under-served communities; and continuously invest in many community health initiatives. [5]



#### ♣ Patients Served

**Outpatients** provided care

861,000

People treated in the emergency room

205,000

People admitted to hospitals

60,000

**Babies** delivered

6,800

Hospitals serve patients in their communities 24/7, 365 days a year. [4]

#### Patients covered by Medicare and Medicaid

In this system, Medicare and Medicaid patients make up:

- 70% of all people admitted to hospitals
- 62% of all outpatients provided care

57% of hospital patient service revenue in this system comes from Medicare and Medicaid. This is a result of the large volume of services being reimbursed by Medicare and Medicaid, which do not cover the cost of care, driving significant underpayment from these public insurance programs. [4]



# System Hospitals

This report includes data from the following:

- Buffalo General Medical Center
- DeGraff Medical Park, Emergency Center
- John R. Oishei Children's Hospital
- Millard Fillmore Suburban Hospital
- Olean General Hospital

#### Data sources:

- [1] Data are mainly from 2023 New York state hospital cost reports and the 2022 RIMS II multipliers. The New York State GDP is from the Bureau of Economic Analysis.
- [2] Data are mainly from 2023 New York state hospital cost reports and the 2022 RIMS II multipliers. Private sector employment information is from the NYS DOL.
- [3] Data are mainly from 2023 New York state hospital cost reports and state/federal tax tables.
- [4] Data are mainly from 2023 New York state hospital cost reports.
- [5] Data are from 2022 IRS form 990 Schedule H, reported by hospitals.