

# Northern Metropolitan Area

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





## **Economic & Community Benefits**

#### **Economic activity**

The economic activity generated by hospitals through jobs and the purchasing of goods and services makes up 10.1% of the state's entire gross domestic product.

#### Jobs generated

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.

#### **Payroll expenditures**

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

#### Tax dollars generated

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

#### **Community benefits & investments**

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.

### **State & Federal Funding**

#### **Reimbursement from Medicare & Medicaid**

A large share of hospital reimbursement comes from Medicare and Medicaid, which do not cover the cost of care. This underpayment is driven by large volumes of inpatient and outpatient services provided to individuals covered by these public insurance programs.