

July 1, 2015 - June 30, 2016 Health System Support

(in thousands)	DAVIS	IRVINE	LOS ANGELES	SAN DIEGO	SAN FRANCISCO	SYSTEMWIDE
Clinical	\$ 29,025	\$ 51,780	\$ 156,174	\$ 94,370	\$ 57,296	\$ 388,645
Education & Research	14,280	6,222	16,744	1,700	680	39,627
Community Engagement			1,000	250		1,250
Other	(1,918)	7,078	2,933	250	6,079	14,422
<b>Total</b>	<b>\$ 41,387</b>	<b>\$ 65,081</b>	<b>\$ 176,852</b>	<b>\$ 96,570</b>	<b>\$ 64,055</b>	<b>\$ 443,945</b>

**Narrative Explanation**

Health System Support payments are internal transfers of funds within the University of California. The source of these funds is hospital operating income, i.e. hospital facility revenues that exceed the cost of operations. As illustrated in the table above, the majority of these funds are applied to purposes related to non-facility health care, such as support for patient care activities by faculty physicians that are not reimbursable as hospital services. Another significant category of application is support for Education and Research activity, including but not limited to the medical and allied health professional training programs, biomedical science research, public health research, etc. Below are selected examples that further illustrate the nature of these payments.

<b>Clinical</b>	<b><i>Areas that relate to clinical, clinical support/staffing/recruiting, delivery of care, physician related programs, etc. Selected examples :</i></b>
DAVIS	<ul style="list-style-type: none"> <li>UC Davis Medical Center transferred \$19.7m to the School of Medicine to support its electronic health records system and other related information technology efforts. Other transfers were provided to support recruitment efforts and supplement clinical programs.</li> </ul>
IRVINE	<ul style="list-style-type: none"> <li>UC Irvine Medical Center supplied \$43.9m in Clinical Funds flow to support the School of Medicine.</li> </ul>
LOS ANGELES	<ul style="list-style-type: none"> <li>UCLA Medical Center supported \$30.3m of non-hospital cost related to Faculty Practice Group and medical school departments, \$30.2m toward the strategic initiatives and other support for Faculty Medical Group, \$20m for electronic medical records (EMR) related cost, and \$10m for Hospitalist's deficit coverage. The majority and remaining of the clinical support funds was to subsidize physician salaries and support affiliated with medical school departments and strategic initiatives.</li> </ul>
SAN DIEGO	<ul style="list-style-type: none"> <li>UC San Diego Medical Center provided the majority of its health system support towards clinical support funds to its affiliated medical school departments, including \$36.3m across all departments for clinical work by physicians, \$19.2m for the department of Medicine, \$10.9m for the cancer center, and \$8.1m for the department of Surgery.</li> </ul>
SAN FRANCISCO	<ul style="list-style-type: none"> <li>UCSF Medical Center supplied to its affiliated medical school faculty practice \$31.5m towards clinical strategic support activities and \$1.9m for School of Pharmacy collaborative support program investment. The majority of clinical support funds were to support related program development and strategic initiatives and physician recruitment.</li> </ul>
<b>Education &amp; Research</b>	<b><i>Areas that relate to the support of research and education activities. Selected examples:</i></b>
DAVIS	<ul style="list-style-type: none"> <li>UC Davis Medical Center supplied approximately \$3m in faculty development and recruitment funding specifically related to education and research missions.</li> </ul>
IRVINE	<ul style="list-style-type: none"> <li>UC Irvine Medical Center supplied \$4.3m in Deans Office support and \$1.9m in lease support for the School of Medicine.</li> </ul>
LOS ANGELES	<ul style="list-style-type: none"> <li>UCLA Medical Center contributed \$10m towards the construction of Geffen Hall, the new medical Teaching and Learning Center and \$4m towards the operations of the Clinical and Translational Science Institute and Research Center.</li> </ul>
SAN DIEGO	<ul style="list-style-type: none"> <li>UC San Diego Medical Center provided \$1.7m toward the operations of for stem cell research, the Cancer Center Clinical Trials office, and the Center for Translational Medicine.</li> </ul>
SAN FRANCISCO	<ul style="list-style-type: none"> <li>UC San Francisco Medical Center supplied \$0.68m towards library support.</li> </ul>
<b>Community Engagement</b>	<b><i>Areas that support and benefit public service, local area, community, affiliations, etc. Selected examples:</i></b>
LOS ANGELES	<ul style="list-style-type: none"> <li>UCLA Medical Center provided \$1m to support a community-based orthopedics hospital program for inner city children.</li> </ul>
SAN DIEGO	<ul style="list-style-type: none"> <li>UC San Diego Medical Center supplied \$0.25m in funding to a student-run free health care clinic.</li> </ul>
<b>Other</b>	<b><i>Support for the university/campus other than the above line items. Selected examples:</i></b>
DAVIS	<ul style="list-style-type: none"> <li>The Medical Center received funding from the School of Medicine related to the Rate Range program.</li> </ul>
IRVINE	<ul style="list-style-type: none"> <li>UC Irvine Medical Center supplied \$11.4m for UC Irvine Campus assessments and \$1.4m in Health Advancement support. This was off-set by the Medical Group payment from CalOptima for Range Rate of \$7.0m.</li> </ul>
LOS ANGELES	<ul style="list-style-type: none"> <li>UCLA Medical Center supported the non-clinical cost for Campus departments, Faculty Practice Group and medical school departments.</li> </ul>
SAN DIEGO	<ul style="list-style-type: none"> <li>UC San Diego Medical Center provided \$0.2m to support the restructuring of funds flow to School of Medicine departments.</li> </ul>
SAN FRANCISCO	<ul style="list-style-type: none"> <li>UC San Francisco Medical Center supplied \$2.8m towards campus related strategic funds and a \$1.2m investment towards a UC-wide collaborative initiative to identify cost savings and operational efficiencies.</li> </ul>