

July 1, 2013 - June 30, 2014 Health System Support

<i>(in thousands)</i>	DAVIS	IRVINE	LOS ANGELES	SAN DIEGO	SAN FRANCISCO	SYSTEMWIDE
Clinical	\$14,534	\$43,726	\$98,708	\$55,518	\$50,319	\$262,805
Education & Research	14,288	14,067	14,810	900	9,480	53,544
Community Engagement			1,000	589		1,589
Other	9,434	2,593	2,564		1,480	16,072
<b>Total</b>	<b>\$38,256</b>	<b>\$60,386</b>	<b>\$117,082</b>	<b>\$57,007</b>	<b>\$61,279</b>	<b>\$334,010</b>

<i>(% distribution)</i>	DAVIS	IRVINE	LOS ANGELES	SAN DIEGO	SAN FRANCISCO	SYSTEMWIDE
Clinical	38.0%	72.4%	84.3%	97.4%	82.1%	78.7%
Education & Research	37.3%	23.3%	12.6%	1.6%	15.5%	16.0%
Community Engagement	0.0%	0.0%	0.9%	1.0%	0.0%	0.5%
Other	24.7%	4.3%	2.2%	0.0%	2.4%	4.8%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>

Note: Children's Hospital at Oakland is a discretely presented component unit of the University of California. Children's Hospital at Oakland does not have Health System Support expenses.

### 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.

Clinical	<p><i>Areas that relate to clinical, clinical support/staffing/recruiting, delivery of care, physician related programs, etc. Selected examples :</i></p> <ul style="list-style-type: none"> <li>UC Davis Medical Center supplied \$14.5m in funding to its affiliated medical school faculty practice to support their implementation of an electronic health record system.</li> <li>UCSF Medical Center supplied to its affiliated medical school faculty practice \$5m for non-facility bone marrow transplantation clinical activity, \$3m for non-facility liver transplantation clinical activity, and \$1m for non-facility pediatric heart surgery clinical activity</li> </ul>
Education & Research	<p><i>Areas that relate to the support of research and education activities. Selected examples:</i></p> <ul style="list-style-type: none"> <li>UCSF Medical Center supplied \$9m to support general allied health education and biomedical science research at the UCSF campus.</li> <li>UCLA Medical Center is supplying \$3m per year for 5 years to support the establishment of a Clinical and Translational Science Institute, with the objective of more rapidly bridging the transition between basic science discoveries and clinical medical practice.</li> </ul>
Community Engagement	<p><i>Areas that support and benefit public service, local area, community, affiliations, etc. Selected examples:</i></p> <ul style="list-style-type: none"> <li>UCSD Medical Center supplied \$600,000 in funding to a student-run free health care clinic.</li> <li>UCLA Medical Center supplied \$1m in funding to a community-based orthopedics program for children.</li> </ul>
Other	<p><i>Support for the university/campus other than the above line items. Selected examples:</i></p> <ul style="list-style-type: none"> <li>UCLA Medical Center supplied \$300,000 to support the UCLA campus biomedical library.</li> <li>UC Davis Medical Center supplied \$800,000 to the UC Davis campus for infrastructure that jointly supports telemedicine, distance education, and teleconferencing capabilities.</li> </ul>