

July 1, 2016 - June 30, 2017 Health System Support

<i>(in thousands)</i>	DAVIS	IRVINE	LOS ANGELES	SAN DIEGO	SAN FRANCISCO	SYSTEMWIDE
Clinical	\$ 25,621	\$ 51,819	\$ 182,419	\$ 107,386	\$ 85,983	\$ 453,228
Education & Research	8,970	4,787	17,703	1,750	682	33,892
Community Engagement			1,284	450		1,734
Other	(6,503)	3,121	(26,065)		(1,767)	(31,214)
<b>Total</b>	<b>\$ 28,088</b>	<b>\$ 59,727</b>	<b>\$ 175,341</b>	<b>\$ 109,586</b>	<b>\$ 84,898</b>	<b>\$ 457,640</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>Areas that relate to clinical, clinical support/staffing/recruiting, delivery of care, physician related programs, etc. Selected examples :</b>
DAVIS	<ul style="list-style-type: none"> <li>UC Davis supplied \$19.9m to the School of Medicine to support their electronic health records system and other related information technology efforts. The remaining clinical support funds were to support strategic initiatives, as well as physician recruitment.</li> </ul>
IRVINE	<ul style="list-style-type: none"> <li>UC Irvine Medical Center provided \$43.2 million in Clinical Funds flow to support the School of Medicine.</li> </ul>
LOS ANGELES	<ul style="list-style-type: none"> <li>UCLA Medical Center transferred \$72.8M to subsidize physician salaries and support programs in medical school departments; recognized \$59.1M non-hospital costs related to the Faculty Practice Group and medical school departments; and transferred \$25.7M toward strategic initiatives and other support for the Faculty Practice Group. The majority of the remaining \$24.8M clinical support funds was to subsidize hospitalists, medical directors, nurse practitioners, and to support productivity 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 for its affiliated medical school departments. These funds were primarily to support the faculty clinical practice program, strategic initiatives, and recruitment efforts, including \$62.8m across all departments for clinical work by physicians, \$13.2m for the department of Medicine, \$9.0m for the Clinical Practice Organization, \$5.5m for the cancer center, \$4.3m for the department of Surgery, and \$4.3m for the department of Ophthalmology.</li> </ul>
SAN FRANCISCO	<ul style="list-style-type: none"> <li>UCSF Medical Center supplied to its affiliated medical school faculty practice \$77.9m towards clinical strategic support activities and \$2m for School of Pharmacy collaborative support program investment. \$6m was to support Cancer Center Institutional Support. The majority of clinical support funds was to support related program development and strategic initiatives.</li> </ul>
<b>Education &amp; Research</b>	<b>Areas that relate to the support of research and education activities. Selected examples:</b>
DAVIS	<ul style="list-style-type: none"> <li>UC Davis provided support for physician recruitment specifically for research units, as well as support for clinical trials under the cancer program.</li> </ul>
IRVINE	<ul style="list-style-type: none"> <li>UC Irvine Medical Center provided \$3.2 million in Deans Office support and \$1.5 million in lease support for the School of Medicine.</li> </ul>
LOS ANGELES	<ul style="list-style-type: none"> <li>UCLA Medical Center contributed \$10.0M towards the construction of Geffen Hall, the new medical Teaching and Learning Center and \$4.0M towards the operations of the Clinical and Translational Science Institute and Research Center. The majority of the remaining \$3.7M education &amp; research funds are to support Dean's office and various faculty members in School of Medicine.</li> </ul>
SAN DIEGO	<ul style="list-style-type: none"> <li>UC San Diego Medical Center provided \$1.8m toward operations for stem cell research and the Cancer Center Clinical Trials Office, and in support for education in Public Health.</li> </ul>
SAN FRANCISCO	<ul style="list-style-type: none"> <li>UC San Francisco Medical Center supplied \$682,000 towards library support.</li> </ul>
<b>Community Engagement</b>	<b>Areas that support and benefit public service, local area, community, affiliations, etc. Selected examples:</b>
LOS ANGELES	<ul style="list-style-type: none"> <li>UCLA Medical Center provided \$1.2M to support a community-based orthopedics hospital program for inner city children and \$118K to Venice Family Clinic.</li> </ul>
SAN DIEGO	<ul style="list-style-type: none"> <li>UC San Diego Medical Center supplied \$0.3m in funding to a student run free health clinic and \$0.2m in support of Pedal the Cause 2017 for a community cycling event to raise money for cancer research.</li> </ul>
<b>Other</b>	<b>Support for the university/campus other than the above line items. Selected examples:</b>
DAVIS	<ul style="list-style-type: none"> <li>UC Davis received funding from the School of Medicine related to the Medi-Cal program.</li> </ul>
IRVINE	<ul style="list-style-type: none"> <li>UC Irvine Medical Center provided \$12.2 million in UC Irvine Campus assessments and \$1.1 million in Health Advancement support. This was off-set by the Medical Group payment from CalOptima for Rate Range of \$11.1 million.</li> </ul>
LOS ANGELES	<ul style="list-style-type: none"> <li>UCLA Medical Center provided \$1.6M for UCLA development activities and the UCOP Leveraging Scale for Value, and \$696K for FPG uniform cost and support to the School of Nursing. Funding in this category was offset by (\$3.7M) in Meaningful Use money from FPG, a (\$12.1M) change in pension obligation to the Campus and a (\$12.5M) reimbursement related to a Loan from Campus.</li> </ul>
SAN FRANCISCO	<ul style="list-style-type: none"> <li>UC San Francisco Medical Center supplied \$5.3m towards campus related strategic funds and \$4.1m for UC wide Payroll Initiative (UC Path). \$6.9m related to a Pediatric joint funded project, the remaining (\$18m) was for Precision Cancer Medical Building funding received by the Medical Center from the School of Medicine.</li> </ul>