

July 1, 2017 - June 30, 2018 Health System Support

(in thousands)	DAVIS	IRVINE	LOS ANGELES	SAN DIEGO	SAN FRANCISCO	SYSTEMWIDE
Clinical	\$ 25,331	\$ 52,103	\$ 194,443	\$ 122,355	\$ 92,828	\$ 487,060
Education & Research	10,148	4,486	13,821	1,150	680	30,285
Community Engagement			1,868	550		2,418
Other	(5,194)	(8,416)	2,694		22,778	11,862
<b>Total</b>	<b>\$ 30,285</b>	<b>\$ 48,173</b>	<b>\$ 212,826</b>	<b>\$ 124,055</b>	<b>\$ 116,286</b>	<b>\$ 531,625</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 Medical Center 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 \$52.1 million in clinical support to the School of Medicine.</li> </ul>
LOS ANGELES	<ul style="list-style-type: none"> <li>UCLA Medical Center transferred \$56.6M to subsidize physician salaries and support programs in medical school departments; recognized \$62.8M non-hospital costs related to the Faculty Practice Group and medical school departments; and transferred \$47.5M toward strategic initiatives and other support for the Faculty Practice Group. The majority of the remaining \$27.5M 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 \$62.6m across all departments for clinical work by physicians, \$22.7m in support of the Clinical Practice Organization, \$7.9m for the department of Medicine, \$6.6m for the Cancer Center, and \$4.4m 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 \$80m towards clinical strategic support activities; \$2.7m for School of Pharmacy, School of Dentistry and School of Nursing; \$3.8m for JV - Orthopaedic Institute collaborative support program investment; and \$6.2m 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 Medical Center 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 \$4.5m to the School of Medicine in education support, which included office rent and other administrative</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. The majority of the remaining \$3.8M education &amp; research funds is to support the Dean's Office, various faculty members in the School of Medicine, and Biomedical Library.</li> </ul>
SAN DIEGO	<ul style="list-style-type: none"> <li>UC San Diego Medical Center provided \$1.2m 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 \$680,000 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 \$1.1M to support a community-based orthopedics hospital program for inner city children, \$667K to support World Health and Community Health Initiatives, and \$118K to Venice Family Clinic.</li> </ul>
SAN DIEGO	<ul style="list-style-type: none"> <li>UC San Diego Medical Center supplied \$0.4m in funding to a student run free health clinic and \$0.2m in support of Pedal the Cause 2018, 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 Medical Center 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 \$17.0 million in UC Irvine Campus assessments. This was offset by the Medical Group payment from CalOptima for Rate Range of (\$25.4) million.</li> </ul>
LOS ANGELES	<ul style="list-style-type: none"> <li>UCLA Medical Center provided \$1.9M to support pre-implementation of the UCPath System, \$950K for UCLA development activities, \$1.0M for Faculty Practice Group (FPG) Health Net ACO costs as well as FPG uniform costs and salary support, and \$161K to the School of Nursing. Funding in this category was offset by (\$949K) Meaningful Use money received from FPG and a (\$393K) reimbursement related to a loan from Campus.</li> </ul>
SAN FRANCISCO	<ul style="list-style-type: none"> <li>UC San Francisco Medical Center supplied \$15.2m towards campus related strategic funds/chancellor funds and \$5.2m for UC-wide Payroll Initiative (UC Path). An additional \$2.2m supported UCOP programs.</li> </ul>