



May 12, 2022

Mr. Bill Poole
Director of Finance
Alabama Department of Finance
Alabama State Capitol
600 Dexter Avenue, Suite N-200
Montgomery, Alabama 36130

RE: The Memorandum of Understanding by and between the Alabama Department of Finance (“DOF”) and the Alabama Health Research and Education Foundation, Inc. (“Foundation”) related to the funds appropriated for the “Hospital COVID-19 Recovery Fund Program”.

Dear Director Poole,

This letter serves as the Alabama Health Research and Education Foundation’s final report of expenditures according to the Foundation’s MOU with the Alabama Department of Finance. On January 28, 2022, Act 2022-1 of the First Special Session of the Alabama Legislature, 2022 was enacted. The Act appropriated \$80,000,000 from Alabama’s State Fiscal Recovery Fund (SFRF) to support the delivery of healthcare and related services to the citizens of Alabama related to the pandemic by and through reimbursement of eligible expenses. On March 4, 2022, the Foundation and DOF executed an MOU to collaborate on the administration of up to \$40,000,000 for qualifying Alabama hospitals for the purpose of reimbursing eligible expenses related to responding to or mitigating the impact of the COVID-19 pandemic and public health emergency and the economic impact thereof.

On May 11, 2022, all funds related to this appropriation were disbursed according to required terms and eligibility of submitted expenses according to the U.S. Treasury guidelines published on May 17, 2021, Federal Registry @ 86 Fed. Reg. 26786 (the “Interim Final Rule”) and the MOU executed between the Foundation and DOF. To ensure an equitable distribution that provided each qualified hospital an opportunity to be reimbursed comparably, we established a budget for each hospital based on licensed beds. Data to determine licensed beds was obtained from the Alabama Department of Public Health’s Licensure and Certification most recent hospital licenses listing. The spreadsheet included with this report provides the total eligible and validated expenses submitted by each hospital and the amount of reimbursement disbursed to each hospital.

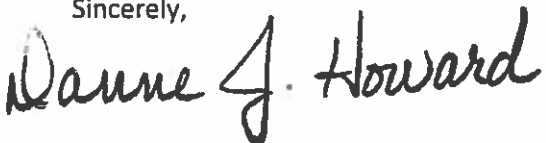
Alabama's hospitals have risen to meet unprecedented challenges brought about by the pandemic, providing exceptional care to Alabamians suffering from COVID-19 while continuing to meet all health care needs of our citizens. The resulting financial stress is dire and evidenced in the **uncompensated eligible expenses exceeding \$800,000,000** submitted by hospitals during this allocation and indicated on the spreadsheet included with this report.

On behalf of Alabama's hospitals, their communities, and the patients they serve, thank you for the much-needed assistance provided through the \$40,000,000. It will serve as a bridge as we work together to explore prospects for additional financial support to achieve a level of stability necessary to maintain our health care delivery system, ensuring continued access to care for every Alabamian.

We want to acknowledge the Foundation's contracted accounting firm, Aldridge Borden and Company, Inc., for their exceptional work in verifying hospital submissions, attention to detail, and securing the required documentation to support claims for reimbursement.

We are grateful for the opportunity you have allowed in our working together and look forward to future efforts. Please do not hesitate to let me know if I can be of assistance.

Sincerely,

A handwritten signature in black ink that reads "Danne J. Howard". The signature is written in a cursive, flowing style.

Danne Howard
Deputy Director
Alabama Hospital Association
On Behalf of the Alabama Health Research
and Education Foundation, Inc.

Alabama Hospital Association
List of Funds Disbursed - ARPA (Second Round)

	<u>Amount Submitted</u>	<u>Amount Paid</u>
Andalusia Health	\$ 1,153,366.00	\$ 201,524.00
Athens Limestone Hospital	5,354,290.00	162,593.22
Atmore Community Hospital	1,360,126.00	116,792.32
Baptist Medical Center East	45,000,910.00	403,047.99
Baptist Medical Center South	95,405,850.00	1,126,702.34
BayPointe Behavioral Health	941,787.00	137,402.72
Beacons Children's Hospital	81,917.00	64,121.27
Bibb Medical Center	355,860.00	80,151.59
Brookwood Baptist Medical Center	20,536,796.00	1,362,577.01
Bullock County Hospital	1,423,823.00	139,692.77
Children's Hospital of Alabama	38,107,652.00	760,295.07
Choctaw General Hospital/Rush Hospital	322,171.00	57,251.14
Citizens Baptist Medical Center	1,873,092.00	279,385.54
Clay County Hospital	2,430,885.00	121,372.41
Community Hospital, Inc.	343,490.00	158,013.13
Coosa Valley Medical Center	2,831,088.00	384,727.63
Crenshaw Community Hospital	1,841,043.00	148,852.95
Crestwood Medical Center	718,868.00	412,208.17
Cullman Regional Medical Center	8,192,210.00	343,506.81
D. W. McMillan Memorial Hospital	4,851,978.00	208,394.13
Dale Medical Center	306,666.00	203,814.04
DCH Regional Medical Center	50,499,591.00	1,802,265.73
Decatur Morgan Hospital - Decatur Campus	7,768,083.00	625,182.39
Decatur Morgan Hospital - Parkway Campus	1,215,002.00	274,805.45
Decatur Morgan West	361,689.00	146,562.91
Dekalb Regional Medical Center	2,241,390.00	306,866.08
EAMC - Lanier	976,187.00	263,355.22
East Alabama Medical Center	40,186,626.00	719,074.26
EastPointe Hospital	829,222.00	151,143.00
Elmore Community Hospital	166,331.00	158,013.13
Evergreen Medical Center	353,838.00	132,822.63
Fayette Medical Center	2,613,833.00	139,692.77
Flowers Hospital	699,999.00	538,160.67
Gadsden Regional Medical Center	699,993.00	699,993.00
Grandview Medical Center	742,205.00	742,205.00
Grove Hill Memorial Hospital	1,532,119.00	114,502.27
Hale County Hospital	1,843,663.00	89,311.77
Helen Keller Memorial Hospital	5,974,616.00	423,658.40
Highlands Medical Center	4,777,772.00	389,307.72
Hill Crest Behavioral Health Services	40,446.00	40,446.00
Hill Hospital of Sumter County	357,499.00	75,571.50
Huntsville Hospital, The	40,880,208.00	2,017,530.00
Infirmiry LTAC Hospital	306,543.00	70,991.41
J. Paul Jones Hospital	220,079.00	68,701.36
Jackson Hospital and Clinic, Inc.	16,020,881.00	787,775.62
Jackson Medical Center	524,985.00	80,151.59
Lake Martin Community Hospital	774,627.00	105,342.09
Lakeland Community Hospital	399,373.00	112,212.22
Lawrence Medical Center	737,725.00	224,424.45
Madison Hospital	6,615,432.00	206,104.09
Marshall Medical Centers North Campus	1,538,074.00	206,104.09
Marshall Medical Centers South Campus	2,058,256.00	343,506.81

Medical Center Barbour	2,332,086.00	169,463.36
Medical Center Enterprise	696,621.00	299,995.95
Medical West Hospital Authority, an Affiliate of UAB Health System	12,150,289.00	709,914.07
Mizell Memorial Hospital	2,791,758.00	226,714.49
Mobile Infirmary Medical Center	5,553,134.00	1,559,520.92
Monroe County Hospital	3,310,456.00	215,264.27
Mountain View Hospital	604,805.00	155,723.09
Noland Hospital Anniston II, LLC	205,494.00	87,021.73
Noland Hospital Birmingham II, LLC	289,525.00	103,052.04
Noland Hospital Dothan II, LLC	174,602.00	87,021.73
Noland Hospital Montgomery II, LLC	481,062.00	148,852.95
Noland Hospital Tuscaloosa II, LLC	144,755.00	73,281.45
North Alabama Medical Center	7,947,947.00	602,281.94
North Baldwin Infirmary	2,290,140.00	178,623.54
North Mississippi Medical Center - Hamilton	312,698.00	112,212.22
Northeast Alabama Regional Medical Center	9,829,591.00	774,035.35
Northwest Regional Health	901,747.00	162,593.22
Prattville Baptist Hospital	14,073,720.00	245,034.86
Princeton Baptist Medical Center	16,060,645.00	1,156,472.93
Providence Hospital	8,742,274.00	799,225.85
Red Bay Hospital	266,897.00	57,251.14
Regional Medical Center of Central Alabama	2,296,819.00	164,883.27
Riverview Regional Medical Center	8,886,957.00	643,502.76
Russell Medical Center	7,137,411.00	185,493.68
Russellville Hospital	420,799.00	229,004.54
Select Specialty Hospital-Birmingham	1,800,156.00	87,021.73
Shelby Baptist Medical Center	11,287,928.00	577,091.44
Shoals Hospital	1,281,056.00	453,428.99
South Baldwin Regional Medical Center	725,351.00	256,485.09
Southeast Health Medical Center	22,684,078.00	961,819.07
Springhill Memorial Hospital	5,635,489.00	602,281.94
St. Vincent's Birmingham	15,784,301.00	936,628.57
St. Vincent's Blount	983,686.00	91,601.82
St. Vincent's Chilton	4,359,882.00	68,701.36
St. Vincent's East	15,924,950.00	828,996.44
St. Vincent's St. Clair	1,839,843.00	91,601.82
Stringfellow Campus of Northeast Alabama Regional Medical Center	1,306,184.00	286,255.68
Thomas Hospital	6,301,958.00	403,047.99
Thomasville Regional Medical Center	3,264,885.00	66,411.32
Troy Regional Medical Center	906,203.00	222,134.40
UAB Callahan Eye Hospital Authority	2,030,397.00	242,744.81
Unity Psychiatric Care- Huntsville	143,414.00	45,800.91
University of Alabama Hospital	162,023,950.00	2,649,582.53
USA Health Children's & Women's Hospital	8,524,623.00	348,086.90
USA Health University Hospital	15,471,870.00	929,758.43
Vaughan Regional Medical Center-Parkway Campus	2,312,999.00	400,757.95
Walker Baptist Medical Center	4,631,006.00	611,442.12
Washington County Hospital	301,843.00	57,251.14
Whitfield Regional Hospital	4,385,026.00	226,714.49
Wiregrass Medical Center	960,044.00	190,073.77
Totals	<u>\$ 830,163,509.00</u>	<u>\$ 39,710,371.90</u>

Administrative Expenses - AlaHA	
Outside Legal Fees	14,590.81
Aldridge Borden & Company, Inc.	275,000.00
Misc Administrative Expenses	37.29
Total Funds Appropriated	<u>\$ 40,000,000.00</u>