



**Nassau University Medical Center  
A. Holly Patterson Extended Care Facility  
Family Health Centers**

**NASSAU HEALTH CARE CORPORATION  
& SUBSIDIARIES**

**Report on Operations**

**FISCAL YEAR ENDED DECEMBER 31, 2023**

The Nassau Health Care Corporation (the “Corporation” or “NHCC”) closed 2023 with an operating loss before OPEB and NYS Actuarial Pension Adjustment of approximately \$77.3 million. Operating revenue increased by \$69.2 million to \$614.9 million, primarily due to revenue cycle improvements during the year and increased Intergovernmental Transfer (IGT) revenue. Operating expenses increased by \$38.3 million to \$692.3 million, primarily due to increases in wage expense, health benefit costs, and insurance related expenses.

NHCC has experienced recurring operating losses, a working capital deficit and has a total negative net position of \$1,227.1 million at December 31, 2023, and is dependent on the continuation of federal, state, and local subsidies, certain of which are scheduled to end or be reduced. These matters raise doubt about NHCC’s ability to continue as a going concern. NHCC is continuously striving to improve its operating results by continuing to progress with collecting on patient accounts, through cash flows provided by government subsidies for the funding of capital projects and by participating in certain other value-based payment programs. NHCC has continued progress on its initiatives, including the renegotiation of commercial managed care contracts, improved revenue cycle processes, improved procurement processes, and further cost reductions. Nassau County Interim Finance Authority (NIFA) currently has oversight of the operations of NHCC and in that capacity, reviews certain operational aspects of the Corporation.

**Net Patient Service Revenue**

Total net patient service revenue was \$536.8 million for the year ended December 31, 2023, an increase of \$76.2 million from the prior year, due to improvements to revenue cycle processes and enhancements to information technology systems. IGT revenue in 2023 was \$88.7 million, which was \$49.8 million greater than the 2022 amount.

**Expenses**

Total operating expenses before OPEB and NYS Actuarial Pension Adjustment were \$692.3 million for the year ended December 31, 2023, an increase of \$38.3 million from the prior year.

Salaries of \$318.3 million increased \$5.8 million, which was the result of costs incurred to grow services and fill nursing positions. Employee benefit costs, before OPEB and NYS Actuarial Pension Adjustment expenses were \$161.7 million, an increase of \$13.3 million from the prior year. Supplies and other expenses were \$188.2 million, an increase of \$15.8 million primarily related increased insurance related costs.

Overall volumes at the Nassau University Medical Center were slightly lower than the previous year and volumes at A. Holly Patterson Extended Care Facility were higher than the previous year as evidenced in the table below.

	Nassau University Medical Center				AHP Extended Care Facility	
	Patient Days	Discharges	Avg Daily Census	Ambulatory Visits	AHP Resident Days	Avg Daily Census
2022	117,159	17,518	321.0	273,842	172,536	472.7
2023	115,821	16,218	317.3	268,684	178,010	487.7