

Hospital Supplier Diversity Reporting Program

Second-Year Data Summary

Reporting Period: 2021
Initial Release: November 2022
Revised: November 2023

Program Overview

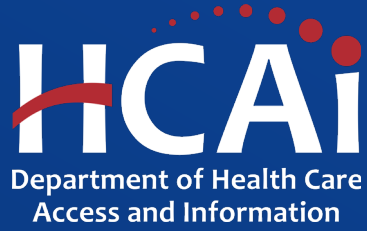
[Health and Safety Code Section 1339.85-1339.87](#) requires the Department of Health Care Access and Information (HCAI) to develop and administer a Hospital Supplier Diversity Reporting Program to collect and post hospital supplier diversity reports explaining the hospital's supplier diversity statement and procurement efforts regarding certified minority, women, lesbian, gay, bisexual, transgender (LGBT), and disabled veteran business enterprises.

Hospitals, with operating expenses over a specified amount, are required to annually submit a report to HCAI on their minority, women, LGBT, and disabled veteran business enterprise procurement efforts. HCAI is required to maintain a link on the HCAI website that provides access to the content of hospital supplier diversity reports to the public. The second annual submission of supplier diversity reports was due on July 1, 2022.

All hospital supplier diversity reports are available on the [CalHHS Open Data Portal](#).

2021 Data Summary Overview

- This report summarizes data extracted from the second-year Hospital Supplier Diversity reports that were collected for the 2021 report period (1/1/2021 – 12/31/2021).
- The data summary is separated into two categories:
 - **Individual Hospital Reporting:** Individual reports are required for each licensed hospital with operating expenses of \$50,000,000 or more, and for hospitals with operating expenses of \$25,000,000 or more that are part of a hospital system.
 - **System Level Reporting:** System level reports are an optional report for hospitals to submit procurement done at a regional network or hospital system level.



2021 Individual Hospital Reports

2021 Individual Hospital Reporting

Reviewed 371 Individual Hospital reports

- 348 hospitals meets requirements to submit a Hospital Supplier Diversity Report
- 23 hospitals voluntarily submitted a Hospital Supplier Diversity Report

Second-Year Data Summary/Visualization

1. Certification Requirements
2. Total Diverse Spend vs Total Procurement
3. Spend Breakdown by Diverse Category
4. Tier 1 and Tier 2 Spend by Diverse Category
5. Total and Average Diverse Spending by Hospital Type
6. Diverse Spending by Hospitals in Rural/Urban Designation

Data Note:

- Current data reflective of all 371 individual hospital reports received.

2021 Individual Hospital Reporting

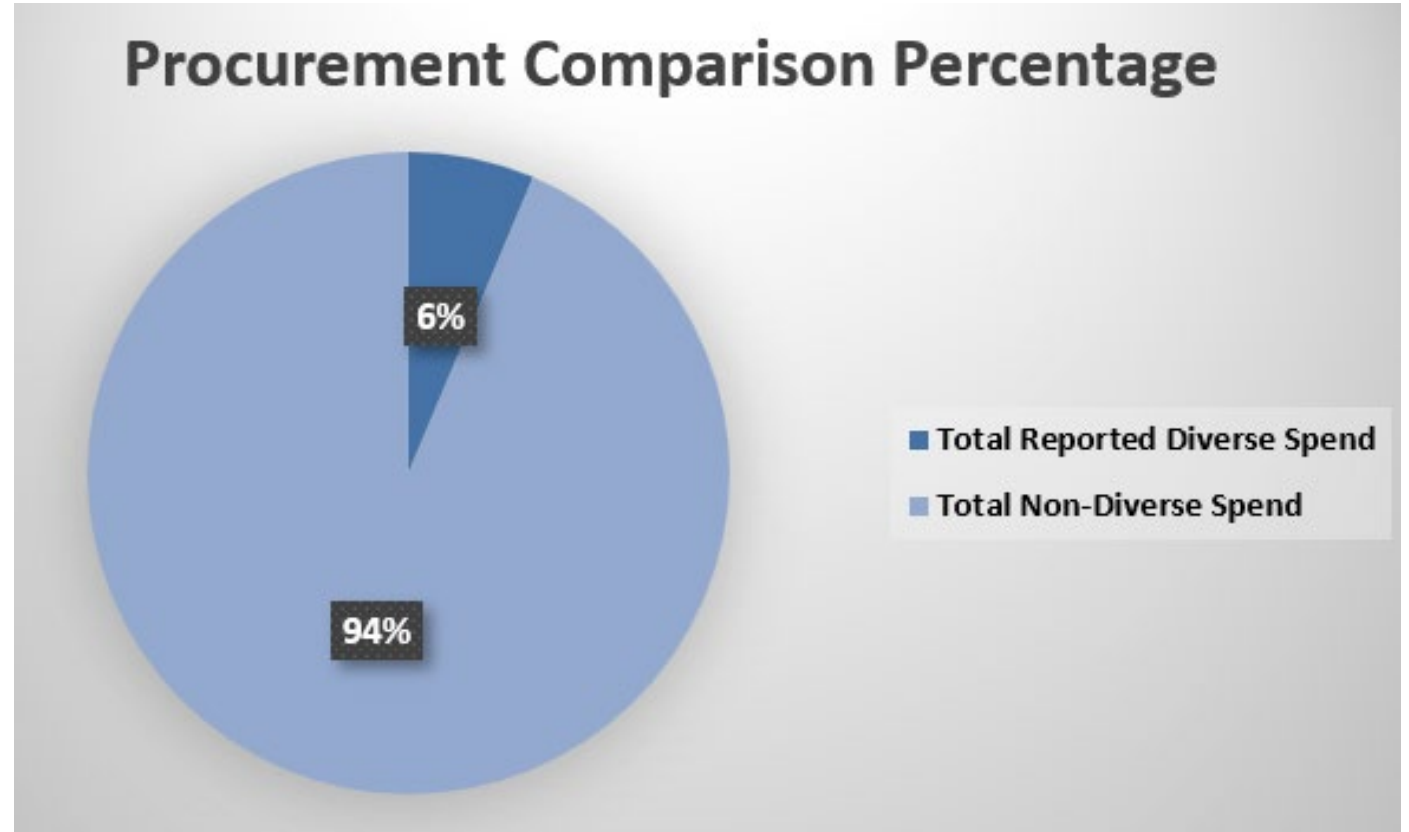
Number of Hospitals	Yes	No
Require certification	138	233
Accept self-certification	131	240
Provided a Supplier Diversity Statement	332	39*

*Of the 39 hospitals that did not provide a supplier diversity statement, 11 stated that they are either creating one or will consider developing one.

2021 Individual Hospital Reporting

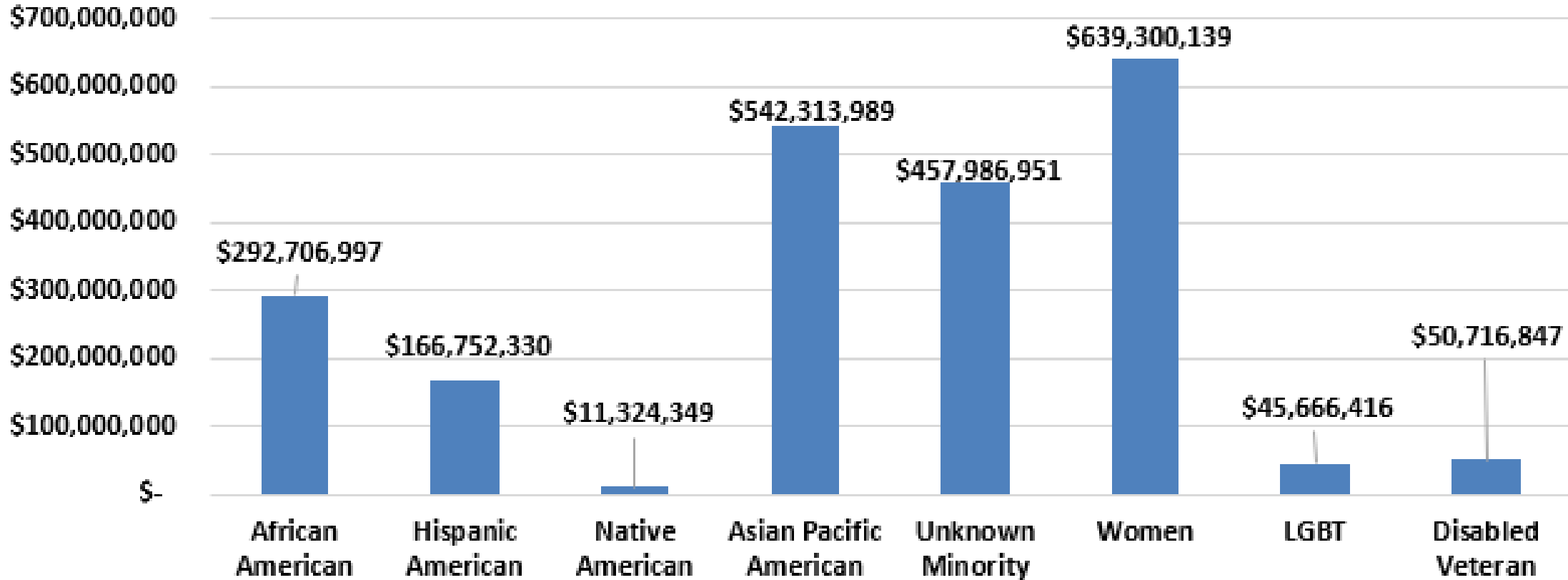
Reported Diverse Spend:
\$2,120,072,680

Total Hospital Procurement:
\$34,732,847,884



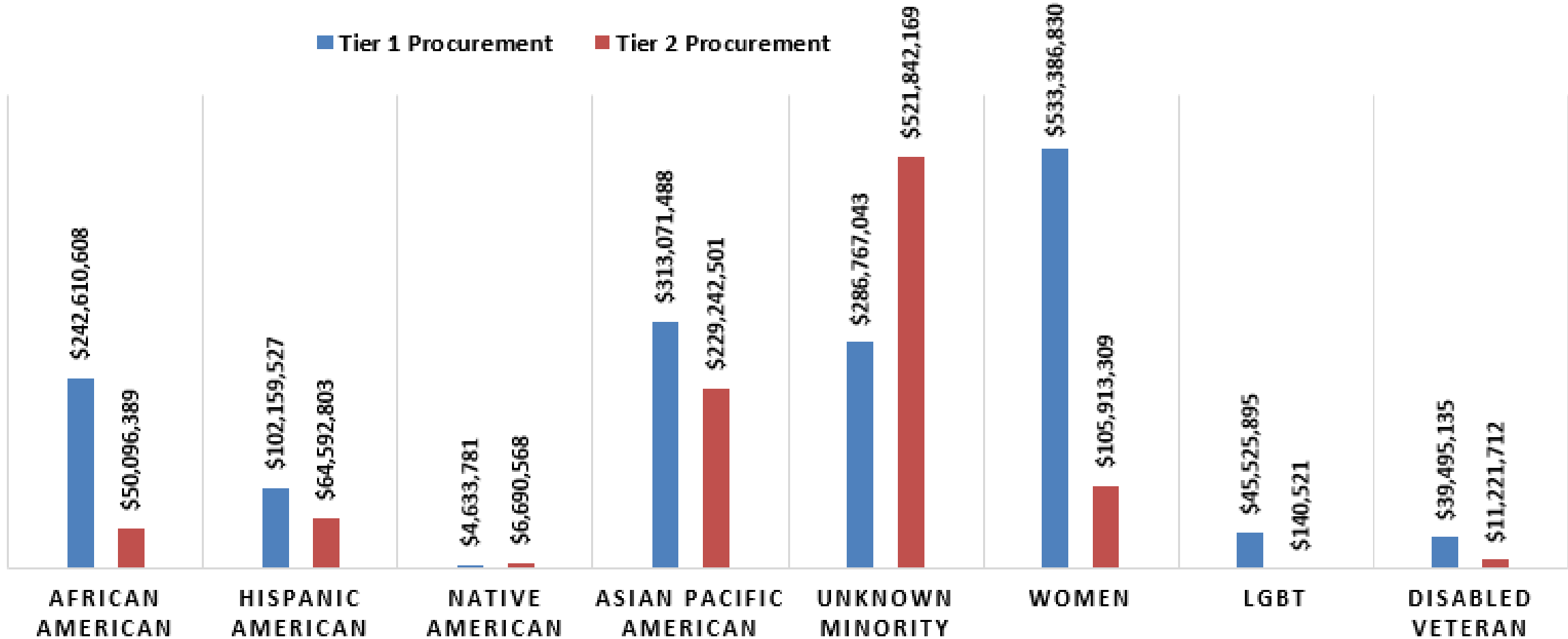
2021 Individual Hospital Reporting

Total Diverse Procurement



Data Note: If a diverse supplier identifies as more than one category, this data accounts for that spend in all categories. The "less duplicate" amount is not factored into this graph.

2021 Individual Hospital Reporting



Data Note: If a diverse supplier identifies as more than one category, this data accounts for that spend in all categories. The "less duplicate" amount is not factored into this graph.

Tier I procurement: The procurement by direct contract between a hospital and a supplier directly to provide goods and services that support the operations of the hospital.

Tier II procurement: The procurement by any agreement or arrangement between a contractor and any third party.

2021 Individual Hospital Reporting

Diverse Spending Comparison by Hospital Type

Hospital Type	Investor-owned	Non-profit	Public	Total
No. of Hospitals	120	198	53	371
Diverse Spend	\$111,287,931	\$1,481,008,536	\$527,776,213	\$2,120,072,680
Total Procurement	\$3,563,734,619	\$23,297,292,374	\$7,871,820,891	\$34,732,847,884
% of Diverse Spend by Hospital Type	3.12%	6.36%	6.70%	6.10%

2021 Individual Hospital Reporting

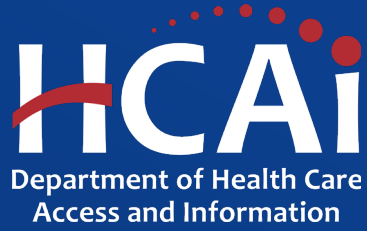
Average Diverse Spending and Total Procurement by Hospital Type

Hospital Type	Investor-owned	Non-profit	Public	State Average
No. of Hospitals	120	198	53	371
Average Diverse Spend	\$927,399	\$7,479,841	\$9,958,042	\$5,714,482
Average Total Procurement	\$29,697,788	\$117,663,093	\$148,524,922	\$93,619,536

2021 Individual Hospital Reporting

Diverse Spending Comparison by Rural/Urban Designation

Hospital Type	Hospitals in Rural Designation	Hospitals in Urban Designation
No. of Hospitals	50	321
Diverse Spend	\$16,062,970	\$2,104,009,710
Total Procurement	\$1,498,599,127	\$33,234,248,757
% of Diverse Spend by Hospital Type	1.07%	6.33%



2021 System Level Reports

2021 System Hospital Reporting

Reviewed 10 System/Regional-Level reports

- All submitted System/Regional-Level reports are included in the summary.

Second-Year Data Summary/Visualization

1. Certification Requirements
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3. Spend Breakdown by Diverse Category
4. Tier 1 and Tier 2 Spend by Diverse Category
5. Individual and System/Regional-Level Comparison by Diverse Category

2021 System Level Reporting

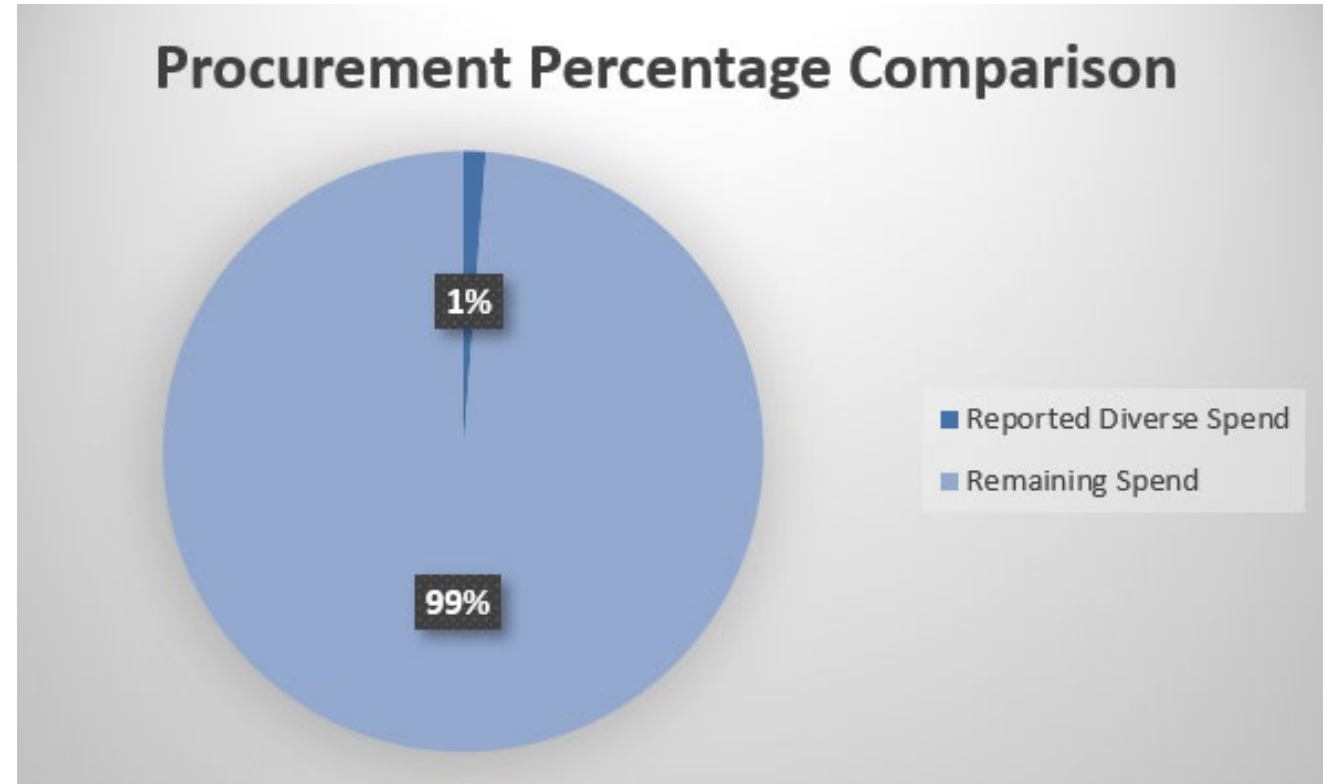
Number of Hospitals	Yes	No
Require certification	5	5
Accept self-certification	1	9

- HCAI received 10 system-level reports.
- System level reports are not required per legislation.
- Hospitals are encouraged to submit a report if procurement was done at the system or regional-level.

2021 System Level Reporting

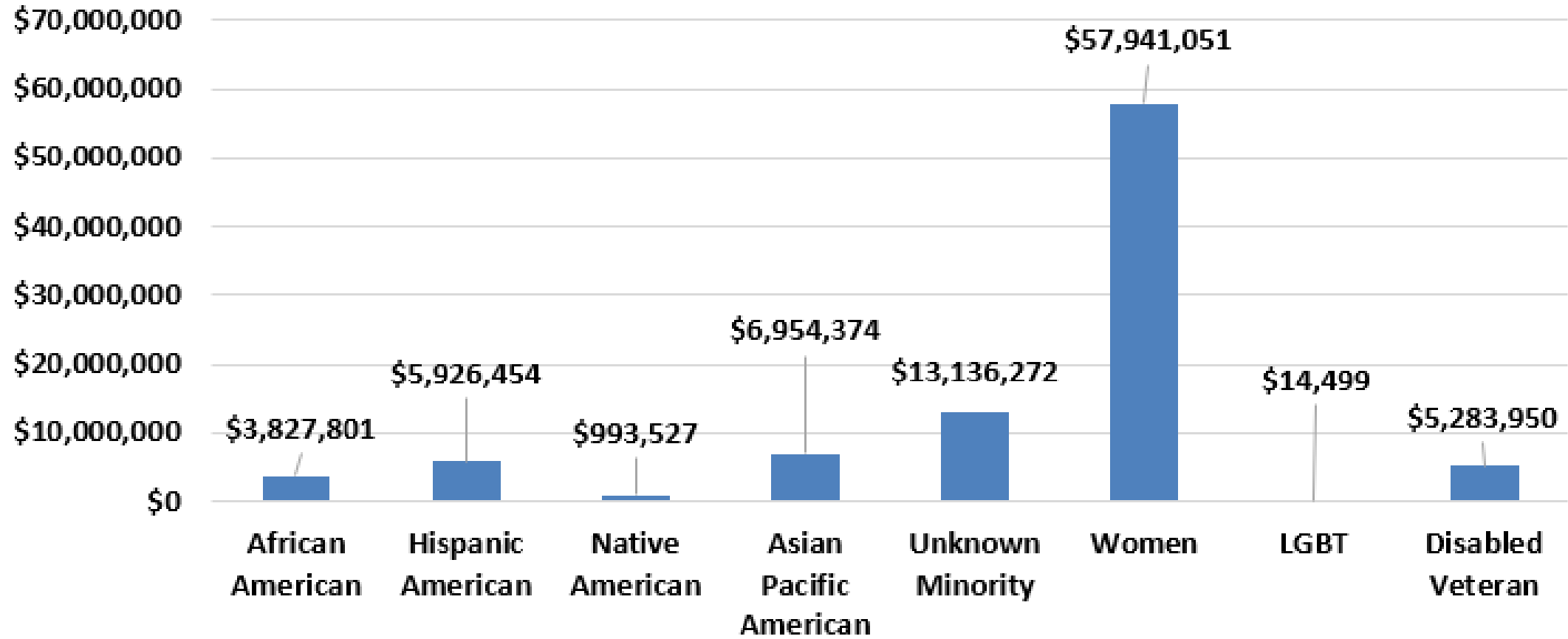
Reported Diverse Spend:
\$87,022,605

Total System Procurement:
\$7,325,808,267



2021 System Level Reporting

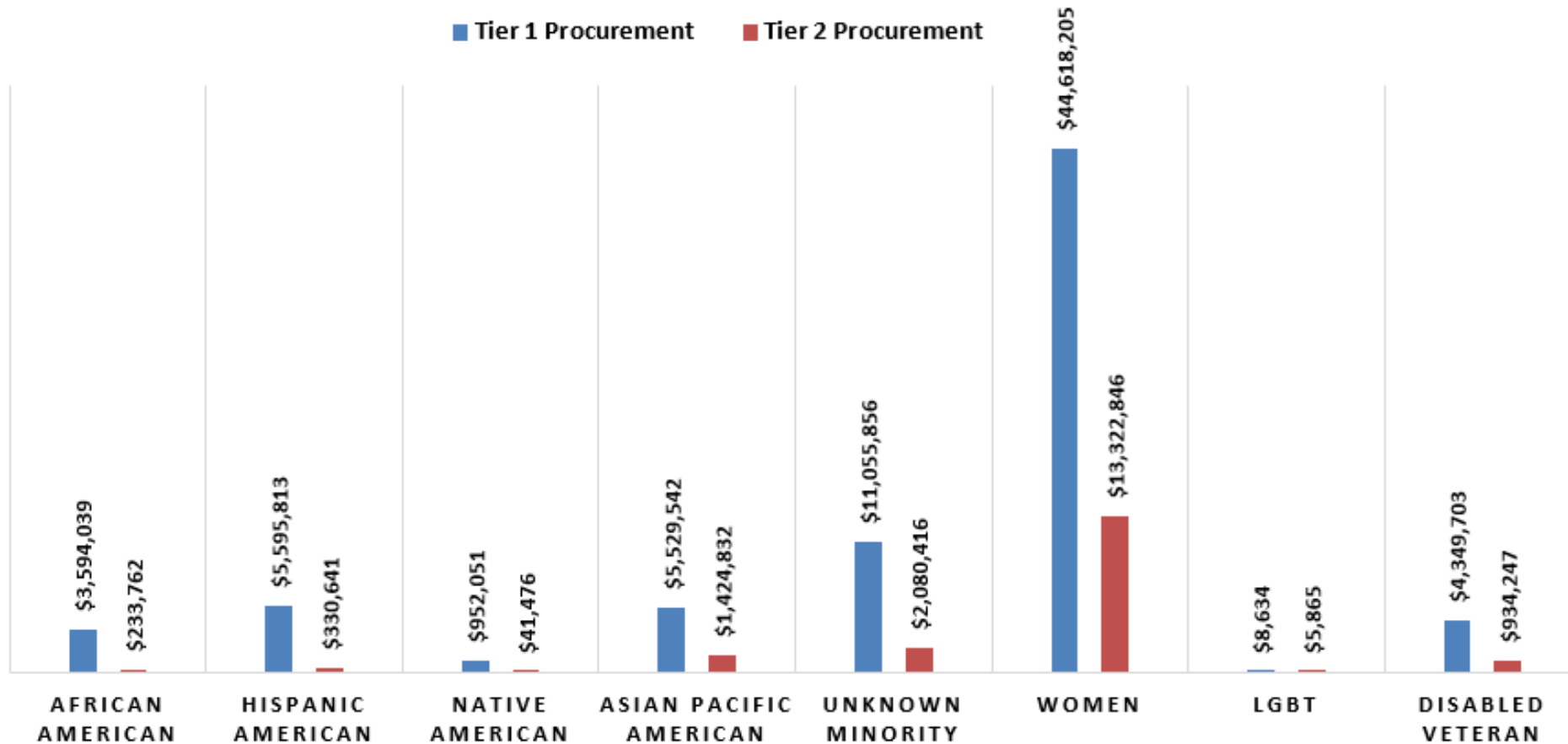
Total Diverse Procurement



Data Note: If a diverse supplier identifies as more than one category, this data accounts for that spend in all categories. The "less duplicate" amount is not factored into this graph.

2021 System Level Reporting

TIER 1 VS TIER 2 PROCUREMENT



Data Note: If a diverse supplier identifies as more than one category, this data accounts for that spend in all categories. The “less duplicate” amount is not factored into this graph.

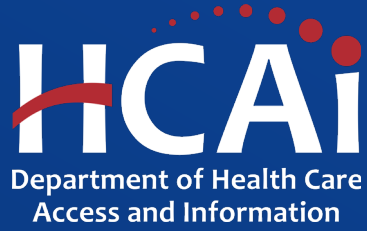
Tier I procurement: The procurement by direct contract between a hospital and a supplier directly to provide goods and services that support the operations of the hospital.

Tier II procurement: The procurement by any agreement or arrangement between a contractor and any third party.

Individual and System Overview of Diverse Spending

Business Ownership	Individual	Individual Spend Percentage	System	System Spend Percentage
African American	\$292,706,997	13.8%	\$3,827,801	4.4%
Hispanic American	\$166,752,330	7.9%	\$5,926,454	6.8%
Native American	\$11,324,349	0.53%	\$993,527	1.14%
Asian Pacific American	\$542,313,989	25.6%	\$6,954,374	8.0%
Unknown Minority	\$457,986,951	21.6%	\$13,136,272	15.1%
Women	\$639,300,139	30.2%	\$57,941,051	66.6%
LGBT	\$45,666,416	2.2%	\$14,499	0.0167%
Disabled Veteran	\$50,716,847	2.4%	\$5,283,950	6.1%

Data Note: If a diverse supplier identifies as more than one category, this data accounts for that spend in all categories. The "less duplicate" amount is not factored into this graph.



2020 vs 2021 Comparison

2020 vs 2021 Comparison

Reviewed 351 Hospital reports from 2020 using the following criteria to be include in this analysis.

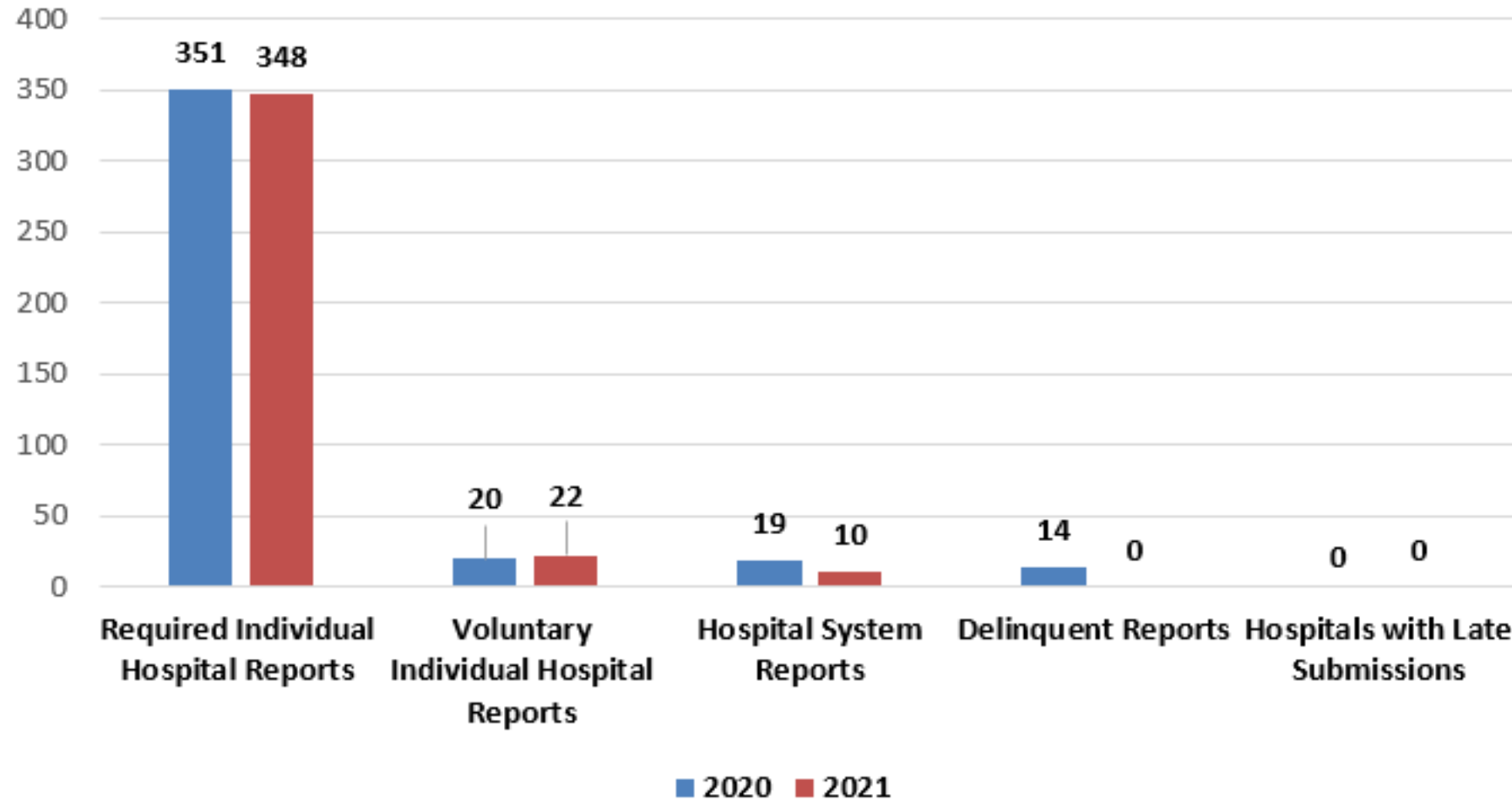
- 12-month report period
- Included spend data
- Clearly outlined spend categories

199 hospital reports met the above criteria to be included in this analysis. Their 2020 and 2021 report data were used in this comparison.

1. Report Submission Comparison
2. 2020 and 2021 Spend Comparison by Diverse Category

2020 vs 2021 Overview

Submission Comparison



2020 vs 2021 Minority Comparison

Diverse Category	2020	2021	Spend Percentage
African American	\$195,846,954	\$292,706,997	49%
Hispanic American	\$104,640,517	\$166,752,330	59%
Native American	\$4,890,655	\$11,324,349	132%
Asian Pacific American	\$172,899,650	\$542,313,989	214%
Unknown Minority	\$370,305,261	\$457,986,951	24%

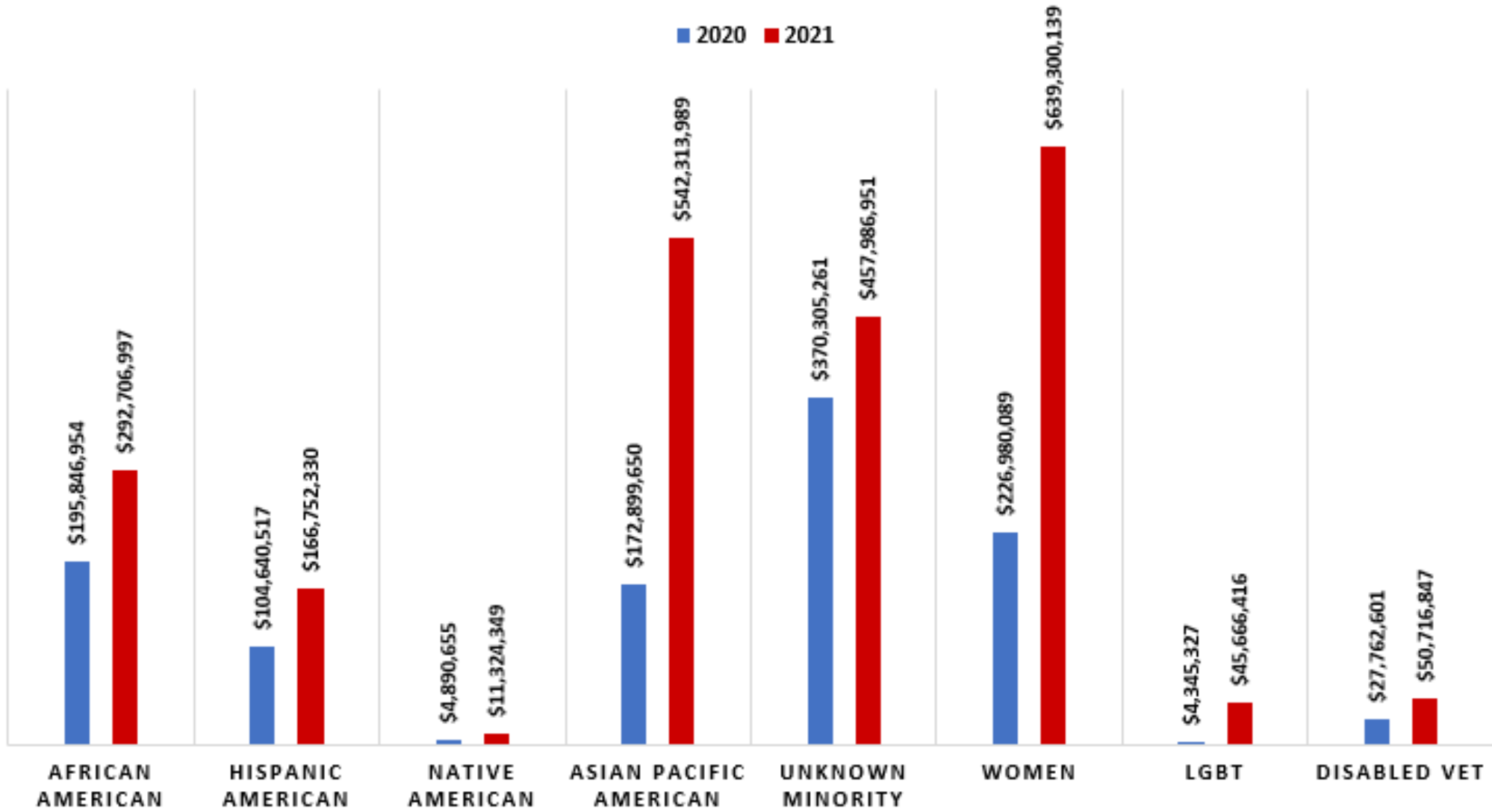
Data Note: The increase in spending may not represent additional spend in each category. Hospitals may be tracking their spend data more accurately this year versus prior years.

2020 vs 2021 Minority Comparison

Diverse Category	2020	2021	Spend Percentage
Women	\$226,980,089	\$639,300,139	182%
LGBT	\$4,345,327	\$45,666,416	951%
Disabled Veteran	\$27,762,601	\$50,716,847	83%
<i>Less Duplicated</i>	<i>\$29,748,238</i>	<i>\$86,695,338</i>	<i>191%</i>
<i>Total Diverse Spend</i>	<i>\$1,077,922,816</i>	<i>\$2,120,072,680</i>	<i>97%</i>

Data Note: The increase in spending may not represent additional spend in each category. Hospitals may be tracking their spend data more accurately this year versus prior years.

2020 vs 2021 Diverse Spend Comparison



Data Note: The increase in spending may not represent additional spend in each category. Hospitals may be tracking their spend data more accurately this year versus prior years.

Additional Resources

- Hospital Supplier Diversity Reporting Program [website](#).
- [Reporting Regulations](#).
- View previously submitted reports [here](#).
- Submission portal [HDC System](#).
- All hospital contacts for diverse suppliers are available [here](#) (last updated on 9/2/2022).
- If you have any questions or concerns regarding the data included, please email supplier.diversity@hcai.ca.gov.
- To receive email updates regarding the program, please [subscribe](#).