

Agenda Item III: HSD Reporting Program Update

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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.
- 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 reporting 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

Second Year Report Submissions:

- Per legislation's requirements, 348 hospitals were required to submit a Hospital Supplier Diversity report for the 2021 report period year.
- As of 11/1/2022, HCAI received 370 individual reports. Of these reports, 348 were required to submit and 22 were voluntary submissions.
- To date, HCAI received 379 Hospital Supplier Diversity Reports.
 - Individual hospital report total: 370
 - System level report total: 9

Data Notes:

- Current data reflective of all 370 individual hospital reports received.

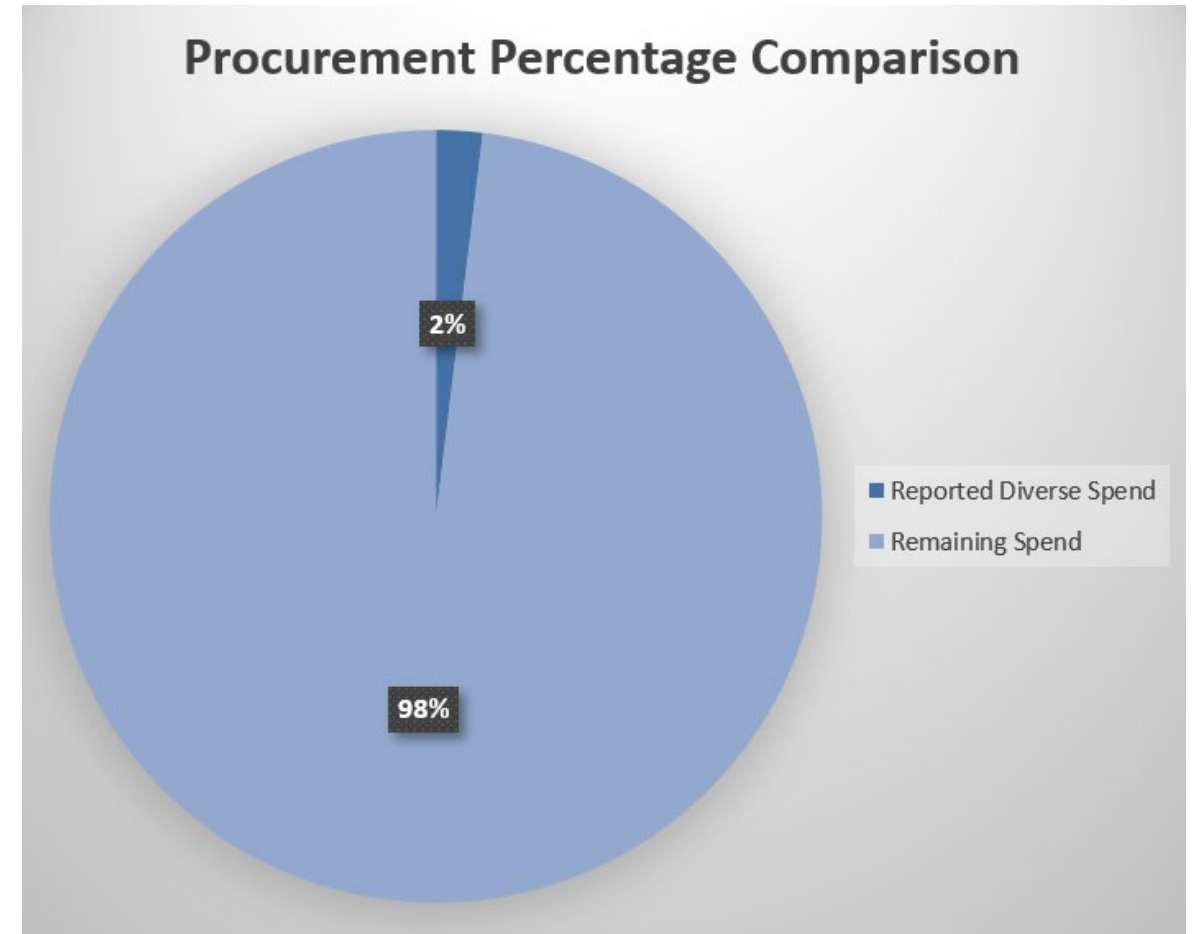
2021 Individual Hospital Reporting

Number of Hospitals	Yes	No
Require certification	138	232
Accept self-certificatio	131	239
Provided a Supplier Diversity Statement	331	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.

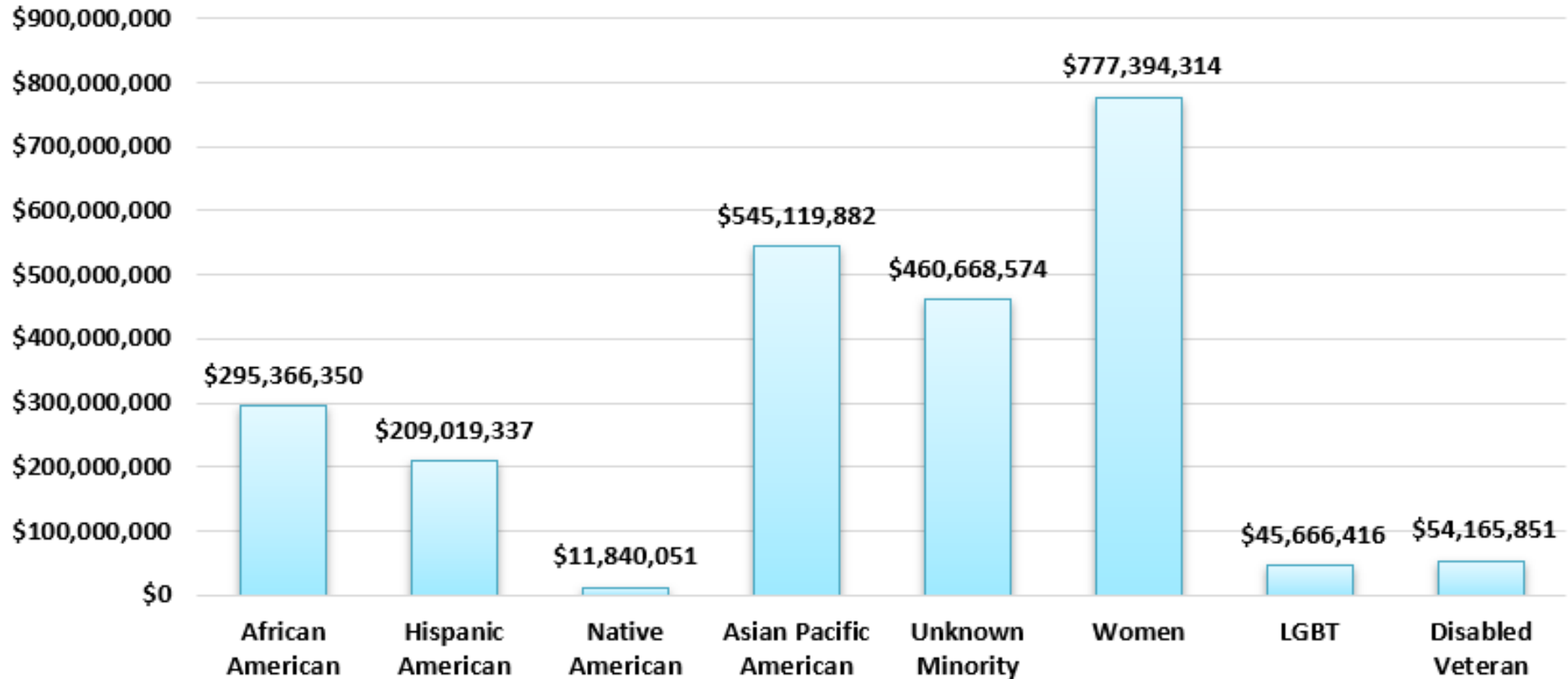
2021 Individual Hospital Reporting

- Reported Diverse Spend:
\$2,320,079,001
- Total Hospital Procurement:
\$119,600,502,405



2021 Individual Hospital Reporting

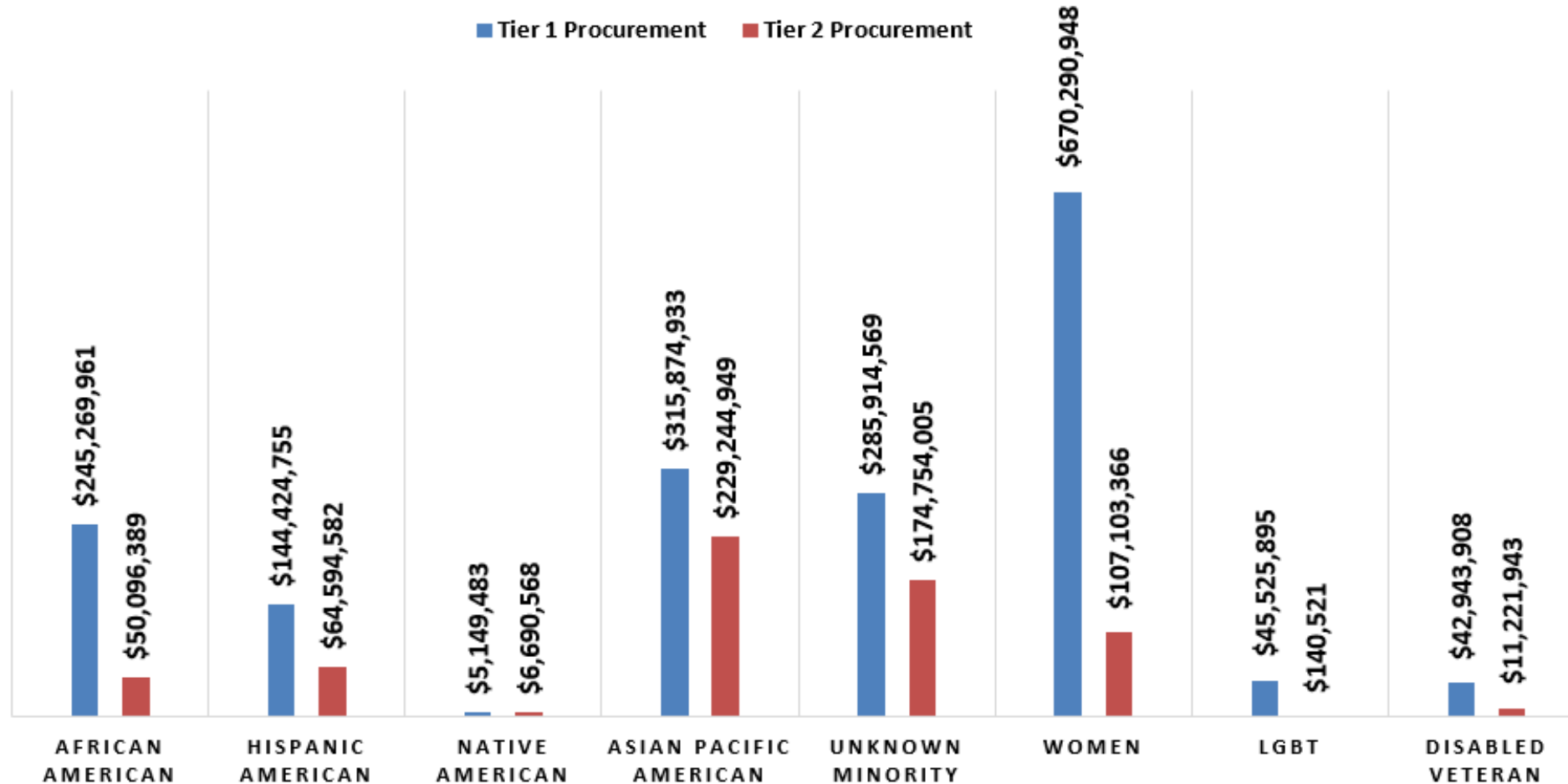
Total Diverse Procurement



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 of \$79,161,774 is not factored into this graph.

2021 Individual Hospital 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 of Tier 1: \$73,161,197 and Tier 2: \$6,000,577 is not factored into this graph.

2021 Individual Hospital Reporting

Diverse Spending Comparison by Hospital Type

Hospital Type	Investor-owned	Non-Profit	Public	Total
No. of Hospitals	118	199	53	370
Diverse Spend	\$ 108,269,179	\$ 1,540,260,454	\$ 671,549,368	\$ 2,320,079,001
Total Procurement	\$ 71,895,392,022	\$ 30,864,893,787	\$ 16,840,216,596	\$ 119,600,502,405
% of Diverse Spend by Hospital Type	0.15%	4.99%	3.99%	1.94%

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	118	199	53	370
Average Diverse Spend	\$ 917,535	\$ 7,740,002	\$ 12,670,743	\$ 6,270,484
Average Total Procurement	\$ 609,282,983	\$ 155,099,969	\$ 317,739,936	\$ 323,244,601

2021 System Level Reports

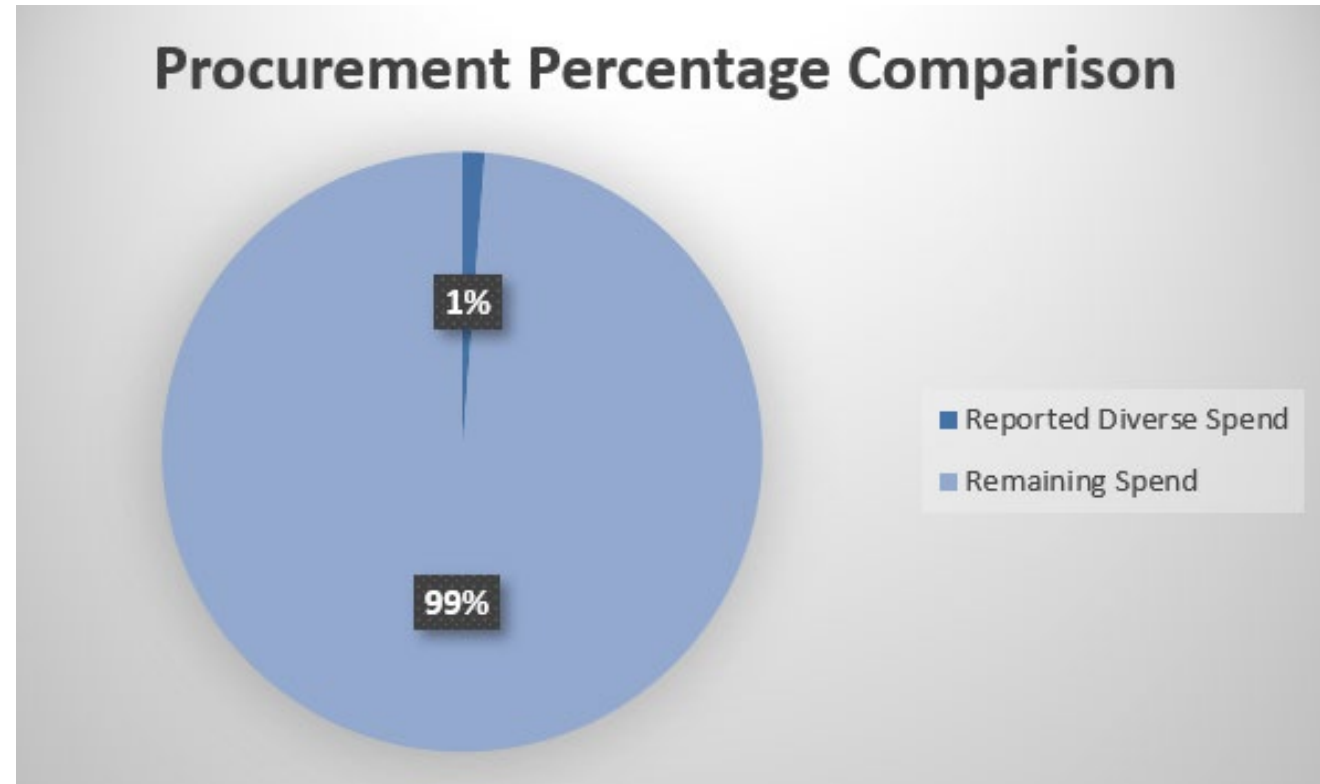
2021 System Level Reporting

Number of Hospitals	Yes	No
Require certification	4	5
Accept self-certification	1	8

- HCAI received 9 system-level reports.
- Although system-level reports are not required per legislation, hospitals are encouraged to submit a report if procurement was done at the system-level.

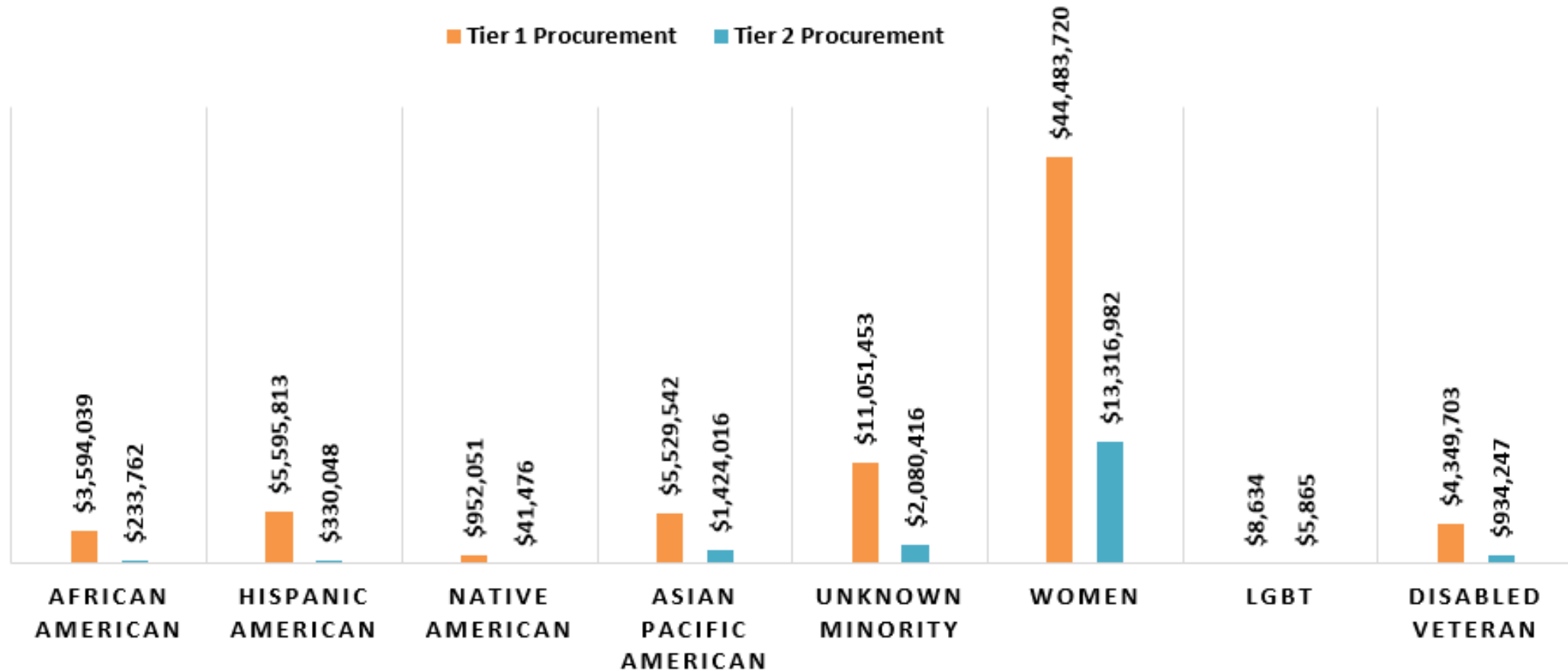
2021 System Level Reporting

- Reported Diverse Spend: \$86,877,733
- Total Hospital System Procurement: \$7,146,907,768



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 Spend		System Spend	
	Individual	Percentage	System	Percentage
African American	\$295,366,350	13%	\$3,827,801	4%
Hispanic American	\$209,019,337	9%	\$5,925,861	7%
Native American	\$11,840,051	1%	\$993,527	1%
Asian Pacific America	\$545,119,882	24%	\$6,953,558	8%
Unknown Minority	\$460,668,574	20%	\$13,131,869	15%
Women	\$777,394,314	34%	\$57,800,702	67%
LGBT	\$45,666,416	2%	\$14,499	<1%
Disabled Veteran	\$54,165,851	3%	\$5,283,950	6%

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 First-Year Analysis Overview

- HCAI received 351 individual reports. Of these, 318 reports were reviewed and included in the first-year analysis.
- 32 reports were not included in the analysis due to the data being submitted in a format that was not comparable across other submissions.
- HCAI received 20 system reports. All were reviewed and included in the first-year analysis.
- A limited analysis was completed during the first-year analysis due to formatting not being comparable across submissions.

2020 vs 2021 Comparison Analysis

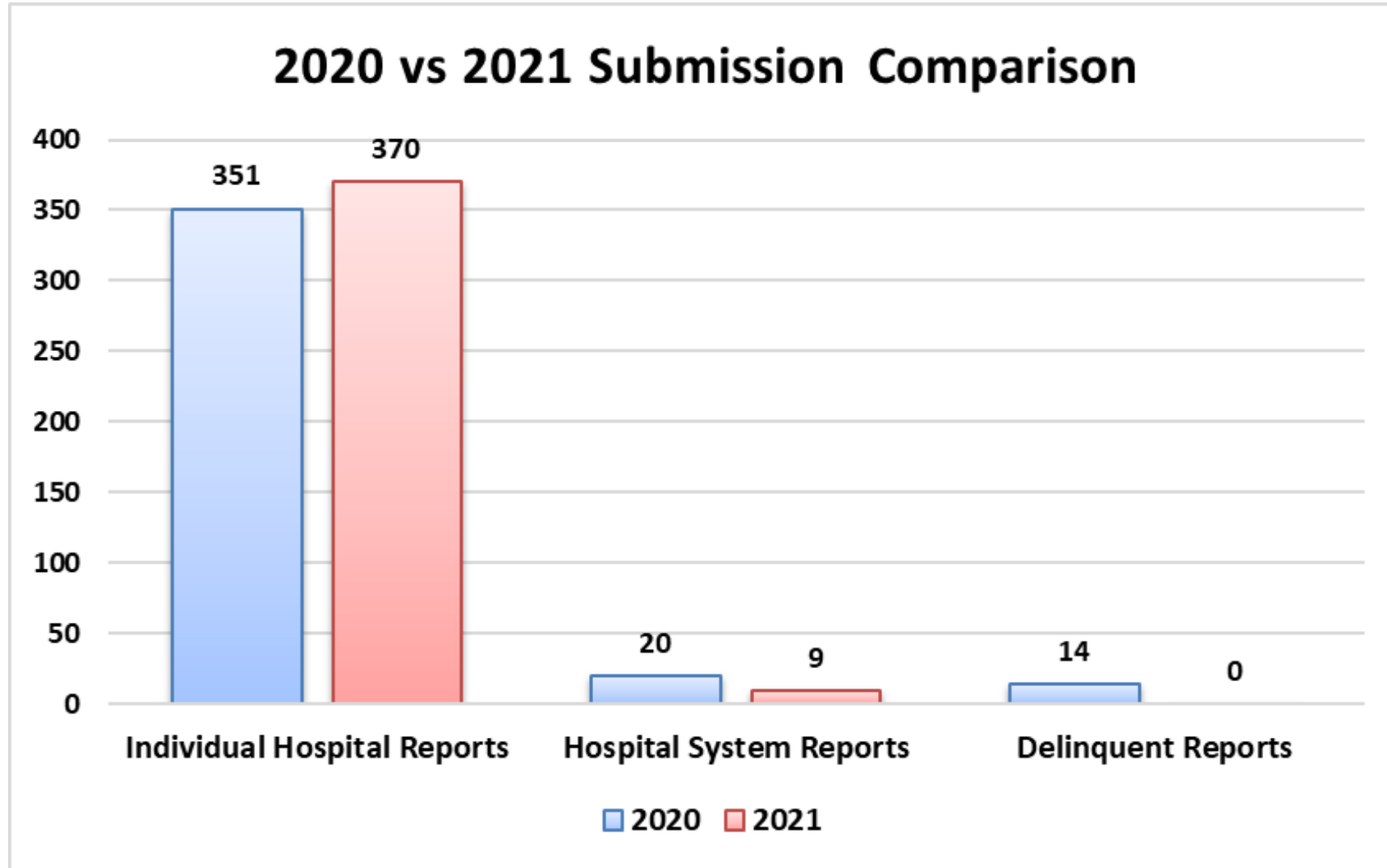
Data Notes:

- HCAI only used 2020 reports that met the following criteria:
 - 12-month report period
 - Included spend data
 - Clearly outlined spend categories
 - Only individual facility submissions

Sample Size:

- For the purpose of this comparison, 199 hospitals met the above criteria to be included in this analysis. We used their 2020 and 2021 report data for this analysis.

2020 vs 2021 Overview

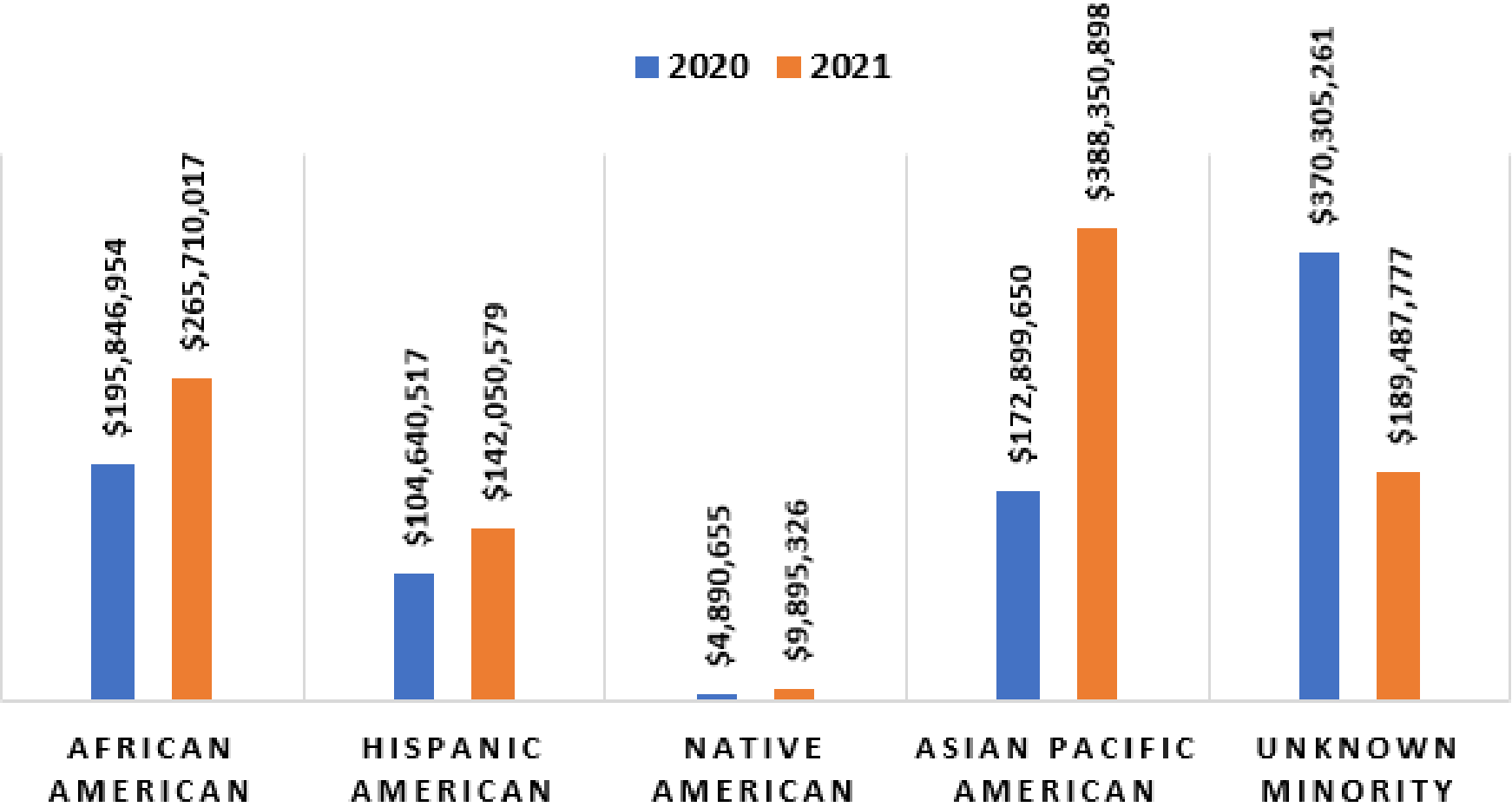


2020 vs 2021 Minority Comparison

Diverse Category	2020	2021	Percentage Change
African American	\$195,846,954	\$265,710,017	36%
Hispanic American	\$104,640,517	\$142,050,579	36%
Native American	\$4,890,655	\$9,895,326	102%
Asian Pacific Americ	\$172,899,650	\$388,350,898	125%
Unknown Minority	\$370,305,261	\$189,487,777	-49%
Total Minority	\$848,583,037	\$995,494,597	17%

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 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.

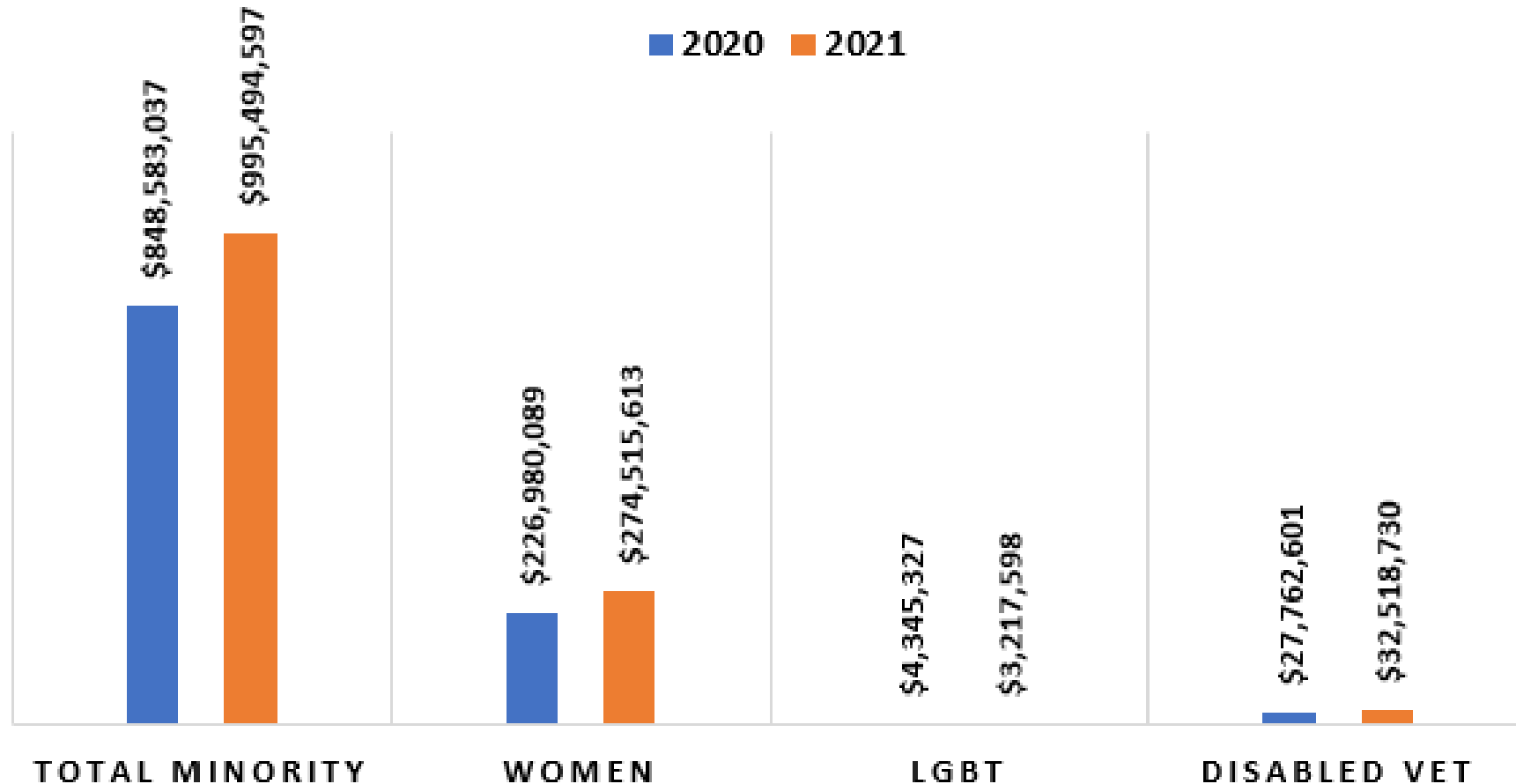
2020 vs 2021 Diverse Comparison

Diverse Category	2020	2021	Percentage Change
Total Minority*	\$848,583,037	\$995,494,597	17%
Women	\$226,980,089	\$274,515,613	21%
LGBT	\$4,345,327	\$3,217,598	-26%
Disabled Veteran	\$27,762,601	\$32,518,730	17%
Less Duplicated	-\$29,748,238	-\$16,376,554	-45%
Total Diverse Spend	\$1,077,922,816	\$1,289,369,984	20%

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.

**Total Minority is from the previous table.*

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](#).
- More data products coming soon!

Questions?