

## CARING FOR OUR COMMUNITIES

### The Value of Community Benefits Provided by Connecticut Hospitals

Connecticut hospitals and health systems provide nationally recognized care — and so much more. They provide free and discounted care, subsidize essential health services, offer low- and no-cost health education and wellness programming, and participate in groundbreaking research trials that formulate new therapies. These benefits are significant, exceeding the percentage spent on such benefits by hospitals in other New England states and across the nation and outpacing the value of state and federal tax exemptions provided to not-for-profit hospitals in recognition of their contributions to the health and well-being of the communities they serve.

### Connecticut Hospitals Dedicate a Higher Percentage of Expenses to Providing Community Benefits Compared to Other New England States and the Nation<sup>1</sup>

Hospital investments in their communities — known as community benefit expenses — made up 11.6% to 13.5% of hospital total expenses between 2019 to 2022, according to an EY Report. This is higher than the total community benefit percentage for tax-exempt hospitals in New England (8.8% to 10.6%) and across the U.S. (10.3% to 11.3%) in the respective years.

#### RANGE OF REPORTED COMMUNITY BENEFIT SPEND PERCENTAGES DURING THE PERIOD 2019 TO 2022

11.6% - 13.5%  
Connecticut



10.3% - 11.3%  
Nationwide



8.8% - 10.6%  
New England



### The Value of Community Benefits Provided by Connecticut Hospitals Exceeds the Value of Their Tax-Exempt Status<sup>2</sup>

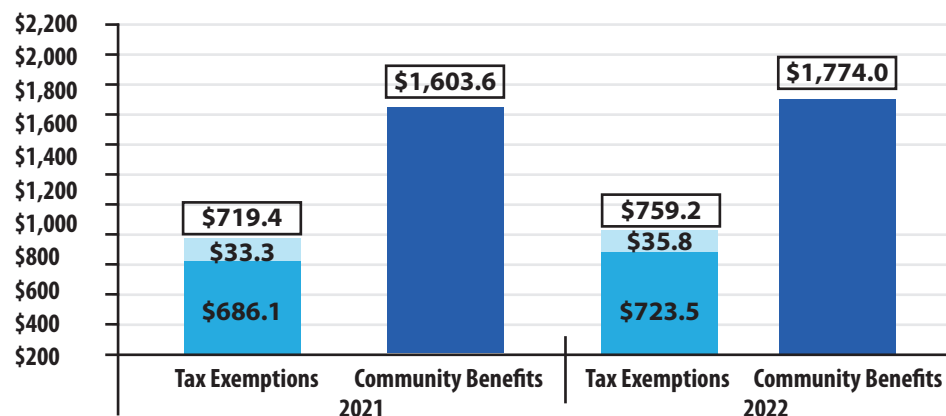
**For every dollar's worth of tax exemption, Connecticut hospitals delivered double the value in benefits to their communities.**

As part of their charitable missions, the 23 tax-exempt hospitals in Connecticut provided community benefits totaling over \$1.6 billion (11.6% of total expenses) in 2021 and nearly \$1.8 billion in 2022 (11.8% of total expenses). Through their tax-exempt status, the 23 hospitals received tax exemptions valued at \$719 million and \$759 million in 2021 and 2022, respectively.

**Overall, the community benefits Connecticut tax-exempt hospitals provided exceeded the value of their tax exemptions by \$884 million in 2021 and by \$1.0 billion in 2022.**

#### TAX EXEMPTIONS FOR CONNECTICUT TAX-EXEMPT HOSPITALS RELATIVE TO COMMUNITY BENEFITS PROVIDED, 2021 AND 2022 (\$ IN MILLIONS)

- Forgone Federal Taxes
- Forgone State and Local Taxes
- Community Benefits



<sup>1</sup> *Community Benefits Provided by Tax-Exempt Hospitals in Connecticut (2019-2022) EY Analysis*

<sup>2</sup> *The Value of Tax Exemption and Community Benefits Among Tax-Exempt Hospitals in Connecticut (2021 to 2022) EY Analysis*



**COMMUNITY BENEFITS EXCEED VALUE OF TAX EXEMPTION BY**

**\$884 MILLION**  
(2021)

**\$1 BILLION**  
(2022)



These data represent the most recently audited fiscal year (FY) 2023, as reported to CHA by members. Scan or, for online readers, [click here](#) to learn more about community benefit initiatives at hospitals across the state.