## TEN THINGS TO KNOW ABOUT TEXAS RURAL HOSPITALS

Prepared by the Texas Organization of Rural & Community Hospitals (TORCH)



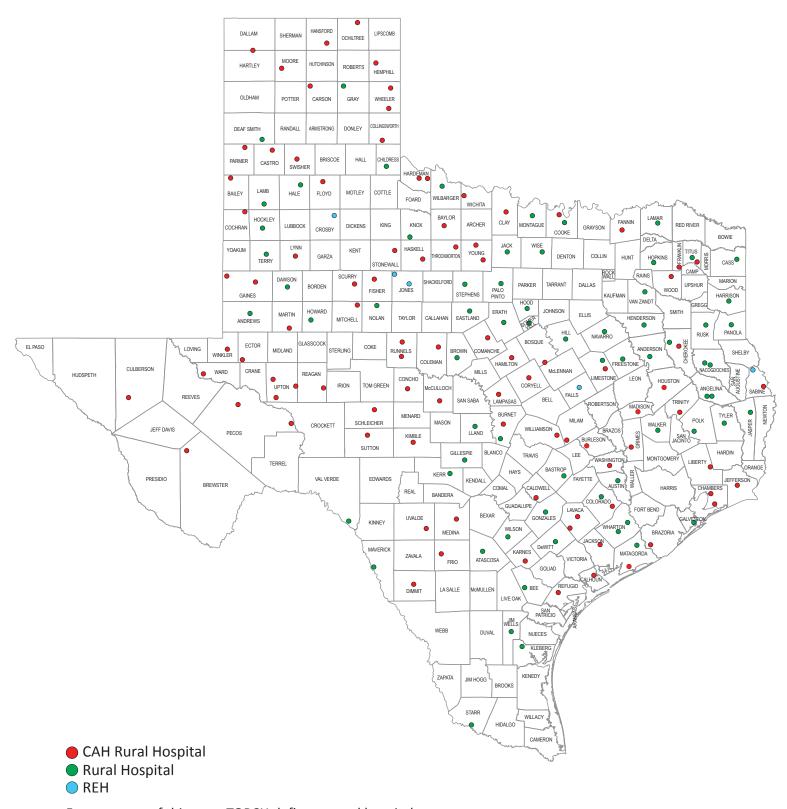
- 1. Twenty (20) rural hospital closures occurred between 2010–2020 (more than any other state), but there has been only one (1) additional in the 4+ years since. In related development, four (4) rural Texas hospitals have transitioned to the new federal designation of Rural Emergency Hospital (REH), ceasing inpatient care to avoid closure.
- 2. Rural hospital closures in Texas have eased in recent years because of substantial increases in Medicaid payments authorized by the Texas Legislature to address the closure crisis.
- 3. Many factors drive rural hospital closures, but low volume due to declining population and increasing cost/inflationary pressure are among the most common. Operating costs in a rural hospital can be higher per patient because of staffing requirements, recruiting costs, and a lack of economy of scale as it relates to contracting/purchasing/procurement.
- 4. Texas' 158 rural hospitals provide care to almost 4 million Texans. This is 13% of the Texas population but access to care for 85% of the state's geography. The most isolated parts of Texas are more than 75 miles from the nearest hospital.
- 5. Only 63 of the 158 hospitals (40%) still provide obstetrical care and deliver babies because of workforce and reimbursement pressure the remaining 95 hospitals provide deliveries on an emergency basis only.
- 6. Rural areas in Texas have the highest levels of uninsured some more than 30% while the Texas average of 17% is the highest of any state.
- 7. Rural hospitals are more negatively impacted than urban hospitals by Medicaid and Medicare cuts because they serve a greater proportion of the poor and senior communities.
- 8. Rural hospitals nationally comprise about 2% of Medicare expenditures, and payments to Texas rural hospitals are <2% of the Texas Medicaid budget.
- 9. The average rural Texas hospital provides 184 good jobs with an annual budget of \$52,672,530.
- 10. Every Texan should be concerned about rural health. Rural areas are an economic engine for the state, and the trauma system serves all Texans who travel.



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## Map of Rural Texas Hospitals



For purposes of this map, TORCH defines a rural hospital as a Critical Access Hospital, Sole Community Hospital, Rural Referral Center in a non-MSA, or any other hospital in a county of 68,750 population or less.