What is the PMPM rate that Bay Pines must set to cover medical costs plus administrative expenses? What would be the rate if a utilization management program were to reduce utilization within each patient service category by 10 percent? And by 20 percent?

|  |  |  |
| --- | --- | --- |
| Service Category | Inpatient Days per 1,000 Enrollees | Average Cost per Day |
| General | 150 | $1,500 |
| Surgical | 125 | $1,800 |
| Psychiatric | 70 | $700 |
| Alcohol/Drug Abuse | 38 | $500 |
| Maternity | 42 | $1,500 |
| Total | 425 | $1,367 |

1 hour ago

They also provided this table with the question.