



Assessment #4: Ratio Analysis

Instructions

Assessment #4: Ratio Analysis (15%)

- Write a 4-6 page paper in which you discuss the value of ratio analysis in decision making for health care organizations. Complete the following in your paper:
 - Discuss the meaning of ratio analysis in healthcare.
 - Pick one (1) ratio from each major group from the financial statements.
 - *Liquidity ratios* (Current ratio, Days Cash-on-Hand, Quick Ratio)
 - *Profitability ratios* (ROE, ROA, Total Margin, Operating Margin)
 - *Leverage/Capital Structure Ratios* (Debt ratio, Equity ratio, Debt to Equity Ratio)
 - *Nonfinancial Ratios* (Occupancy rate, payer mix, ALOS, Expense per discharge, FTE per bed, HMO penetration)
 - Discuss the ratio and provide examples with calculations
 - Evaluate the meaning of the calculations related to the financial health of the organization.
 - Explain the factors that affect the results.

You can also utilize the Help4UHMO Organization financial statements or a real-life health care organization to evaluate by researching their financial statements. You can use the organization from Assessment #2.

- Format your paper consistent with APA guidelines.
- Provide a minimum of two (2) cited sources in your paper.

You will be graded base on the following rubric:

90-100	80-89	70-79	50-69 Points
The student demonstrates a thorough understanding of the ratios and their applicability to the organization being analyzed.	The student demonstrates a reasonable but not complete understanding of the ratios measured and their applicability to the organization being analyzed.	The student demonstrates a limited understanding of the meaning of the ratios chosen and their applicability to the organization being analyzed.	The student does not demonstrate an understanding of the meaning of the ratios or how they can be used to assess the organization's financial condition.
The student demonstrates a thorough understanding of the calculations of the ratios and their applicability to the organization being analyzed.	The student demonstrates a reasonable but not complete understanding of the calculations of the ratios and their applicability to the organization being analyzed.	The student demonstrates a limited understanding of the calculations of the ratios and their applicability to the organization being analyzed.	The student does not demonstrate an understanding of the calculations of the ratios or how they can be used to assess the organization's financial condition.

<p>The student draws accurate conclusions for each of the ratios and for the overall financial health of the organization.</p>	<p>The student draws some accurate conclusions for each of the ratios and for the overall financial concepts of the organization. There are a few mistakes</p>	<p>The student draws few accurate conclusions for each of the ratios and for the overall financial health of the organization. There are several mistakes</p>	<p>The student's conclusions for each of the ratios are inaccurate and the overall conclusion on the financial health of the organization is not valid.</p>
<p>Writing quality: Writes clearly, concisely, and with few errors. Easy to understand.</p>	<p>Writing quality: Writes with some errors but the paper can be readily understood.</p>	<p>Writing quality: paper includes numerous errors. Requires some effort to understand.</p>	<p>Writing quality: The paper is poorly written and is difficult to understand.</p>

Submissions

No submissions yet. Drag and drop to upload your assignment below.

Drop files here, or click below!

Upload

Record Audio

Choose Existing



Activity Details

Task: Submit to complete this assignment

Assessment

Due April 29 at 11:30 PM

Assignment #4
Rubric