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Ways Activity-Based Costing Can Maximize Earnings

Unlike traditional costing systems that provide cost estimates, activity-based costing (ABC) includes five benefits that help systems understand the cost for every aspect of the care delivery process.



COMPREHENSIVE COSTING DATA

Combine financial and clinical data so organizations can see clinical costs and accurately identify clinical practice variation and performance.

EASY UTILIZATION

ABC systems are built with the EHR in mind, making them easier to implement and maintain.



PRECISION AND ACCURACY

Clinician variation is real, and ABC is the only way to accurately understand cost and performance among every unique patient journey.

NEAR REAL-TIME ANALYSIS

ABC empowers access to actionable cost and service line profitability analytics within two to three days of a health system's financial close.



A PROACTIVE COST STRATEGY

Using ABC to understand actual cost, leaders can create a proactive pricing strategy and negotiate the best rates.