Practically: 1. Economic scale

SUD Provider (ABC) is a f bed residential treatment facility providing 3.1., 3.2. & 3.5. ASAM rated services

Throughout the years, ABC occupancy rate is m %

In network daily rate is $ x n

Annual expected revenues are: 365 x f x $ n x m % = Y

Reduction in revenues for co-pays / deductibles and other collateral charges = Z

Adjusted expected annual revenues: X = Y – Z

2. Standalone non-profit operating costs:

Accounting:	$ aaa
Management:	$ bbb
Fundraising costs:	$ ccc
Additional operating costs:	$ ddd

Total costs: A = aaa + bbb + ccc + ddd

3. Expected revenues from fund raising activities: B = (A : C) X 100

With C = ideal cost / raised funds ratio *(usually between 15% and 20%)*

4. Non-profit activity not to exceed 50% of the beneficiary entity annual adjusted revenues *(to avoid disqualification)*