



HAWAII HEALTH SYSTEMS
C O R P O R A T I O N

"Touching Lives Everyday"

April 25, 2006

B-06-025

The Honorable Robert Bunda
Senate President
The Senate
Hawaii State Capitol, Room 003
Honolulu, Hawaii 96813

Dear Mr. President:

In accordance to Act 178, SLH 2005, Section 160, the Hawaii Health Systems Corporation submits the reports on the certification of losses under the state plan amendment for the quarter ending March 31, 2006.

Should you have any questions, please call Kelley C. Roberson, Chief Operating Officer and Chief Financial Officer, at 733-4171.

Sincerely,

THOMAS M. DRISKILL, Jr.
President and Chief Executive Officer

Attachments



HAWAII HEALTH SYSTEMS
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April 25, 2006

B-06-025

The Honorable Calvin Say
Speaker
House of Representatives
Hawaii State Capitol, Room 431
Honolulu, Hawaii 96813

Dear Mr. Speaker:

In accordance to Act 178, SLH 2005, Section 160, the Hawaii Health Systems Corporation submits the reports on the certification of losses under the state plan amendment for the quarter ending March 31, 2006.

Should you have any questions, please call Kelley C. Roberson, Chief Operating Officer and Chief Financial Officer, at 733-4171.

Sincerely,

THOMAS M. DRISKILL, Jr.
President and Chief Executive Officer

Attachments



HAWAII HEALTH SYSTEMS

C O R P O R A T I O N

"Touching Lives Everyday"

April 24, 2006

COO/CFO-06-052

Mr. Brian Pang
State of Hawaii, Dept. of Health
Med-Quest Division
601 Kamokila Blvd, Rm 518
Kapolei, Hi 96707

SUBJECT: Certification of HHSC Medicaid Losses for Quarter Ended March 31, 2006

Dear Brian:

I certify under penalty of perjury that the information provided on the attached worksheet showing HHSC losses from the Medicaid program of \$2,680,009 for the quarter ended March 31, 2006 are true and correct. The cumulative losses for FY 2006 for the period ended March 31, 2006 amounts to \$10,664,963 less amount reported last quarter of \$7,984,954 resulted in this quarterly loss. The losses were calculated using the latest information available for the period claimed, and that the funds/contributions are expended as necessary for federal matching funds pursuant to the requirement of 42CFR 433.51, and that these claimed expenditures have not previously been nor shall not subsequently be used for federal match in this or any other program. I am aware that this information is to be used for filing of a claim with the Federal government for Federal funds and that knowing misrepresentation constitutes violation of the Federal False Claims Act.

Sincerely,

KELLEY C. ROBERSON

Chief Operating Officer and Chief Financial Officer
Hawaii Health Systems Corporation

Attachment

HAWAII HEALTH SYSTEMS CORPORATION
 LOSSES FROM MEDICAID PROGRAM EXCLUDING CRITICAL ACCESS HOSPITAL
 FY 2006 FTD 3RD QUARTER ENDED MARCH 31, 2006

FACILITY	MEDICAID ACUTE SERVICES (7/1/05-6/30/06 SVC DATES)				MEDICAID LTC ROUTINE SERVICES (7/1/05-6/30/06 SVC DATES)				TOTAL LOSS						
	(1) # ACCT	(2) DAYS	(3) CHARGES	(4) COST	(5) REMB	(6) LOSS	(7) PRIOR LOSS	(8) DIFF	(9) REMB	(10) COST	(11) LOSS	(12) PRIOR LOSS	(13) DIFF	(14) TOTAL LOSS	(15) DIFF
HAWAII (ID)	510	4,121	9,411,080	4,541,691	2,387,817	(2,178,694)	(1,245,481)	(828,203)	7,330	2,593,436	1,976,315	(653,852)	(653,852)	(2,941,121)	(1,088,232)
KOHAHA (CAH)									4,871,897	(864,438)	(544,409)	(260,029)	(260,029)		
KONA (ID)	181	1,087	2,896,102	1,418,431	877,345	(441,146)	(261,120)	(86,025)	1,051,365	(719,713)	(462,221)	(257,497)	(257,497)	(843,241)	(317,517)
KULA (ID)									5,278,815	(1,418,009)	(1,418,009)			(1,418,009)	(1,418,009)
LEAHU (CAH)									8,738,898	(662,738)	(662,634)	(241,694)	(241,694)	(706,798)	(635,620)
MAHI	506	3,642	10,785,187	5,077,529	2,482,852	(2,894,471)	(1,750,392)	(801,083)	6,256,046	(648,487)	(648,110)	(223,121)	(223,121)	(1,879,321)	(1,656,200)
SMITH (ID)	16	106	200,589	221,568	119,541	(101,828)	(24,459)	(8,390)	2,571,508	(417,692)	(417,692)			(619,420)	(611,061)
TOTAL HSCC	1,303	9,028	22,097,248	11,297,988	5,947,855	(5,314,134)	(3,612,462)	(1,691,672)	35,415,785	(5,350,829)	(4,268,492)	(962,337)	(962,337)	(10,954,853)	(2,650,009)

(1) Per HSCC Accounts Receivable for Medicaid Acute bed acute utilization as of 03/31/06, reimbursement does not include capital pass thru payments
 (2) Added Medicaid acute cost to charge rates from the FY 05 Medicaid Cost Report (As Filed)
 (3) Per HSCC Census Report for 7/1/05 - 03/31/06 for Medicaid, except for the 3 new CAH, reflects the non-CAH period 7/05-12/05 only
 (4) Applied 7/05 - 03/06 LTC RRB Advance charges per Management Statistics x Medicaid Dmt. 3 newly designated CAHs: Hamakua, Kula and SMITH, shows loss for the non-CAH period only. 7/05-12/05.
 (5) FY 05 Medicaid LTC routine cost per day x Medicaid days
 (6) Losses x FPPS rates for 7/1/05-6/30/06
 (7) Rehab - Cost
 (8) Losses reported in previous report
 (9) Current Loss - Previous Reported Loss
 (10) These three HSCC facilities have been designated as Critical Access Hospital effective 12/22/05, therefore, effective 1/1/06, Medicaid losses will not be reported and will be settled on the Medicaid cost report.
 Date Completed: 04/21/2006



HAWAII HEALTH SYSTEMS
C O R P O R A T I O N

"Touching Lives Everyday"

April 24, 2006

COO/CFO-06-053

Mr. Brian Pang
State of Hawaii, Dept. of Health
Med-Quest Division
601 Kamokila Blvd, Rm 518
Kapolei, Hi 96707

SUBJECT: Uncompensated Costs of HHSC Quest, Uninsured and Medicaid Outpatient for the Quarter ended March 31, 2006

Dear Brian:

I certify under penalty of perjury that the information provided on the attached worksheet showing HHSC losses from participation in the Quest program, provision of services to uninsured patients and provision of Medicaid outpatient services of \$3,901,396 for the quarter ended March 31, 2006 are true and correct. The cumulative losses for FY 2006 for the period ended March 31, 2006 amounted to \$12,191,704 less amount reported previous quarters of \$8,290,307 resulted in this quarter's reported loss. The losses were calculated using the latest information available for the period claimed; and the funds/contributions were expended as necessary for federal matching funds pursuant to the requirement of 42CFR 433.51. These claimed expenditures have not previously been and shall not subsequently be used for federal match in this or any other program. I am aware that this information is to be used for filing of a claim with the Federal government for Federal funds and that knowing misrepresentation constitutes violation of the Federal False Claims Act.

Sincerely,

KELLEY C. ROBERSON
Chief Operating Officer and Chief Financial Officer
Hawaii Health Systems Corporation

Attachment

HAWAII HEALTH SYSTEMS CORPORATION
 LOSSES FROM QUEST & UNINSURED PROGRAM
 FY 2006 YTD QUARTER ENDED MARCH 31, 2006

QUEST FACILITY	QUEST ACUTE SERVICES					QUEST OUTPATIENT SERVICES					TOTAL LOSS				
	# ACCT	DAYS	CHARGES	COST	REIMB	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	DIFF
HAMAKUA	1,304	3,842	9,129,708	4,465,799	2,926,628	1,538,971	(1,069,648)	(469,324)	41,410	15,459	26,240	(7,336)	(18,905)	(26,240)	(18,905)
HILO	1	1	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855
KAU	140	408	870,344	683,311	430,707	(252,694)	(155,059)	(97,545)	439	173,626	(209,451)	(139,069)	(91,679)	(462,525)	(55,659)
KYMOH	575	1,855	4,251,837	1,761,537	1,553,948	(207,589)	(184,454)	(25,124)	127,693	175,371	(133,607)	(59,234)	(133,607)	(226,907)	(167,928)
KOHALA	19	208	216,307	208,052	132,169	(76,553)	(39,462)	(20,987)	39,462	39,462	39,462	39,462	39,462	39,462	39,462
KONA	3,338	9,983	23,062,433	11,972,437	7,992,724	(3,960,233)	(2,701,716)	(1,276,518)	14,137	5,950,347	(1,383,098)	(1,236,269)	(706,822)	(6,923,324)	(3,937,984)
KULA	4	6	7,616	8,460	11,769	3,308	4,332	(1,024)	92,687	81,334	12,886	(68,448)	(26,039)	(68,448)	(68,448)
LANAI	1,316	3,843	11,916,623	4,844,659	2,936,693	(1,907,855)	(1,240,574)	(667,281)	3,337	3,898,930	(322,721)	(222,748)	(99,973)	(2,230,576)	(1,463,322)
LEAHI	19	208	216,307	208,052	132,169	(76,553)	(39,462)	(20,987)	39,462	39,462	39,462	39,462	39,462	39,462	39,462
MALUHIA	3,338	9,983	23,062,433	11,972,437	7,992,724	(3,960,233)	(2,701,716)	(1,276,518)	14,137	5,950,347	(1,383,098)	(1,236,269)	(706,822)	(6,923,324)	(3,937,984)
TOTAL HHSC															

UNINSURED FACILITY	UNINSURED ACUTE SERVICES					UNINSURED OUTPATIENT SERVICES					TOTAL LOSS				
	# ACCT	DAYS	CHARGES	COST	REIMB	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	DIFF
HAMAKUA	84	587	1,350,606	650,866	84,145	(566,421)	(390,485)	(196,238)	10,163	10,224	(10,163)	(4,179)	(5,926)	(10,163)	(4,179)
HILO	1	1	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855
KAU	1	1	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855
KYMOH	3	128	192,338	196,693	78,135	(117,674)	(85,668)	(38,229)	35,459	68,623	(82,618)	(34,258)	(18,318)	(52,431)	(34,113)
KOHALA	3	67	9,931	9,931	3,942	(4,459)	(4,459)	(4,459)	14,247	14,247	14,247	14,247	14,247	14,247	14,247
KONA	110	285	1,071,889	444,084	251,784	(416,359)	(297,132)	(117,109)	1,088	1,088	(28,450)	(216,659)	(29,953)	(46,882)	(46,882)
KULA	1	1	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855
LANAI	1	1	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855
LEAHI	1	1	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855
MALUHIA	429	1,424	5,979,988	2,410,717	232,322	(2,176,395)	(1,622,532)	(555,863)	2,457	3,241,909	(602,038)	(605,567)	(196,570)	(2,980,433)	(2,228,089)
MAUI	12	42	47,719	41,715	41,715	(41,215)	(15,697)	(25,518)	33	33	(34,521)	(684)	(76,526)	(76,526)	(76,526)
SHAW	664	2,456	9,536,456	3,755,240	410,753	(3,344,437)	(2,408,132)	(936,335)	5,607	6,394,800	(1,969,972)	(1,382,134)	(687,639)	(5,314,453)	(3,790,269)
TOTAL HHSC															

MEDICAID FACILITY	MEDICAID ACUTE SERVICES REPORTED UNDER CERTIFICATION REPORT					MEDICAID OUTPATIENT SERVICES					TOTAL LOSS				
	# ACCT	DAYS	CHARGES	COST	REIMB	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	DIFF
HAMAKUA	1,398	4,399	10,160,314	5,116,666	2,961,273	(2,125,393)	(1,459,833)	(665,560)	226	64,708	55,160	(47,233)	(33,124)	(47,233)	(14,109)
HILO	1	1	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855
KAU	1	1	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855
KYMOH	155	534	892,692	879,390	508,692	(370,518)	(234,744)	(135,774)	1,362	870,323	691,620	(247,650)	(141,695)	(759,653)	(482,390)
KOHALA	3	20	6,071	9,640	3,212	(4,428)	(3,108)	(3,321)	4,468	234,159	321,590	(192,777)	(96,310)	(255,019)	(155,385)
KONA	885	1,940	5,323,726	2,205,920	1,583,732	(621,898)	(481,596)	(140,292)	4,468	4,791,475	1,211,503	(277,560)	(71,578)	(971,428)	(759,557)
KULA	1	1	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855
LANAI	1	1	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855
LEAHI	1	1	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855
MALUHIA	1,745	5,267	17,696,611	7,255,376	3,169,126	(4,086,250)	(2,863,106)	(1,223,144)	7,663	9,987,720	3,027,332	(902,761)	(316,922)	(5,305,933)	(3,765,886)
MAUI	31	250	259,026	249,907	132,169	(117,738)	(46,505)	(46,505)	165	107,906	147,115	(26,973)	(88,252)	(238,160)	(102,850)
SHAW	4,022	12,419	34,818,891	15,727,697	8,402,977	(7,324,720)	(5,109,869)	(2,214,852)	24,277	27,505,889	11,373,964	(4,866,963)	(3,180,439)	(12,191,704)	(8,290,307)
TOTAL HHSC															

TOTAL FACILITY	TOTAL ACUTE					TOTAL OUTPATIENT SERVICES					TOTAL LOSS				
	# ACCT	DAYS	CHARGES	COST	REIMB	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	DIFF
HAMAKUA	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
HILO	1,398	4,399	10,160,314	5,116,666	2,961,273	(2,125,393)	(1,459,833)	(665,560)	226	64,708	55,160	(47,233)	(33,124)	(47,233)	(14,109)
KAU	1	1	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855
KYMOH	155	534	892,692	879,390	508,692	(370,518)	(234,744)	(135,774)	1,362	870,323	691,620	(247,650)	(141,695)	(759,653)	(482,390)
KOHALA	3	20	6,071	9,640	3,212	(4,428)	(3,108)	(3,321)	4,468	234,159	321,590	(192,777)	(96,310)	(255,019)	(155,385)
KONA	885	1,940	5,323,726	2,205,920	1,583,732	(621,898)	(481,596)	(140,292)	4,468	4,791,475	1,211,503	(277,560)	(71,578)	(971,428)	(759,557)
KULA	1	1	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855
LANAI	1	1	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855
LEAHI	1	1	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855	2,855
MALUHIA	1,745	5,267	17,696,611	7,255,376	3,169,126	(4,086,250)	(2,863,106)	(1,223,144)	7,663	9,987,720	3,027,332	(902,761)	(316,922)	(5,305,933)	(3,765,886)
MAUI	31	250	259,026	249,907	132,169	(117,738)	(46,505)	(46,505)	165	107,906	147,115	(26,973)	(88,252)	(238,160)	(102,850)
SHAW	4,022	12,419	34,818,891	15,727,697	8,402,977	(7,324,720)	(5,109,869)	(2,214,852)	24,277	27,505,889	11,373,964	(4,866,963)	(3,180,439)	(12,191,704)	(8,290,307)
TOTAL HHSC															

(1) Per HHSC Accounts Receivable @ 03/31/06 for 705-03/06 discharges, for accts w/balance, applied a zero balance reimb % to acct balance to compute expected reimb
 (2) Applied inpatient and outpatient cost to charges ratios from the most recently available audited Medicaid cost report
 (3) Reimb - Cost
 Date Completed: 4/21/06 AY, Revised 4/27/06