



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

"Touching Lives Everyday"

July 26, 2007

B-07-015


The Honorable Colleen Hanabusa
Senate President
The Senate
Hawaii State Capitol, Room 003
Honolulu, Hawaii 96813

Dear Madame 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 June 30, 2007.

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

Sincerely,


Kelley C. Roberson, COO & CFO

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

Attachments



HAWAII HEALTH SYSTEMS

C O R P O R A T I O N

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July 26, 2007

B-07-015


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 June 30, 2007.

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

Sincerely,


Kelley C. Roberson, COO & CFO
THOMAS M. DRISKILL, Jr.
President and Chief Executive Officer

Attachments



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

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July 26, 2007

COO/CFO-07-066

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

SUBJECT: Certification of HHSC Medicaid Losses for the Fiscal Year Ended June 30, 2007

Dear Brian:

I certify under penalty of perjury that the information provided on the attached worksheet showing HHSC losses from the Medicaid program of \$3,676,543 for the 4th quarter ended June 30, 2007 are true and correct. The cumulative loss for FY 2007 for the period ended June 30, 2007 totaled \$14,641,209.

The losses were calculated using the latest information available for the period claimed. The funds/contributions are expended as necessary for federal matching funds pursuant to the requirement of 42CFR 433.51. 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 & Chief Financial Officer

Attachment

HAWAII HEALTH SYSTEMS CORPORATION
 LOSSES FROM MEDICAID PROGRAM EXCLUDING CRITICAL ACCESS HOSPITAL
 FY 2007 FISCAL YEAR ENDED JUNE 30, 2007

| FACILITY | MEDICAID ACUTE SERVICES (7/1/06-06/30/07 SVC DATES) | | | | | MEDICAID LTC ROUTINE SERVICES (7/1/06-06/30/07 SVC DATES) | | | | | TOTAL LOSS | |
|----------------|---|-------------|--------------|-------------|-------------------|---|----------------|-------------|--------------|-------------|-------------------|-------------|
| | (1) CHARGES | (2) COST | (1) REIMB | (9) LOSS | (8) PRIOR LOSS | (9) DIFF | (3) CHARGES | (4) COST | (5) REIMB | (6) LOSS | (8) PRIOR LOSS | (9) DIFF |
| HANAKOIA (CAH) | 10,884,967 | 5,197,524 | 2,822,490 | (2,575,034) | (1,990,894) | (584,140) | 10,421,809 | 8,669,959 | 7,228,822 | (1,143,137) | (854,380) | (278,757) |
| KAAI (CAH) | | | | | | | | | | | | |
| KUAI (CAH) | | | | | | | | | | | | |
| KOHALA (CAH) | | | | | | | | | | | | |
| KONA | 4,178,817 | 2,746,319 | 1,159,280 | (1,588,039) | (1,111,715) | (476,323) | 3,008,845 | 2,918,955 | 1,497,553 | (1,421,402) | (1,090,649) | (340,453) |
| KUHA (CAH) | | | | | | | | | | | | |
| LEAHI | | | | | | | 15,429,849 | 14,890,442 | 12,688,183 | (2,284,259) | (1,720,581) | (573,698) |
| MAUI (CAH) | | | | | | | 10,970,421 | 10,875,386 | 9,507,184 | (1,369,202) | (1,028,795) | (362,407) |
| SMITH (CAH) | 13,630,523 | 7,281,425 | 3,289,872 | (3,991,553) | (2,937,902) | (1,053,652) | 154,219 | 381,783 | 123,200 | (258,583) | (231,470) | (7,113) |
| TOTAL HHSC | 28,694,207 | 15,225,268 | 7,070,642 | (8,154,828) | (6,040,519) | (2,114,115) | 39,924,743 | 37,627,505 | 31,140,922 | (6,486,583) | (4,924,155) | (1,562,428) |

- (1) Per HHSC Accounts Receivable for Medicaid Acute and acute walk-in as of 06/30/07, reimbursement does not include capital pass thru payments
- (2) Applied Medicaid acute cost to charge ratio from the FY 06 Medicaid Cost Report As Filed
- (3) Per HHSC Management Statistic Report for 7/1/06 - 06/30/07 for Medicaid Long Term Care Routine Services Only
- (4) FY 06 Medicaid LTC routine cost per day x Medicaid days
- (5) Medicaid Days x PPS rates for 7/1/06-06/30/07 period
- (6) Reimb - Cost

Date Completed 7/23/2007



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

"Touching Lives Every Day"

July 26, 2007

COO/CFO-07-067

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

SUBJECT: Uncompensated Costs of HHSC Quest, Uninsured and Medicaid
Outpatient for the Fiscal Year ended June 30, 2007

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 \$6,399,612 for the quarter ended June 30, 2007 are true and correct. The cumulative reported losses for FY 2007 as of June 30 totaled \$23,947,848.

The losses were calculated using the latest information available for the period claimed. 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 & Chief Financial Officer

Attachment

HAWAII HEALTH SYSTEMS CORPORATION
 LOSSES FROM QUEST & UNINSURED PROGRAM
 FISCAL YEAR 2007 FISCAL YEAR ENDED JUNE 30, 2007

| QUEST FACILITY | QUEST ACUTE & LTC SERVICES | | | | | QUEST OUTPATIENT SERVICES | | | | | TOTAL LOSS | |
|----------------|----------------------------|------------|------------|-------------|-------------|---------------------------|------------|------------|-----------|-------------|-------------|-------------|
| | CHARGES | COST | REIMB | YTD LOSS | PRIOR LOSS | CURRENT LOSS | CHARGES | COST | REIMB | YTD LOSS | | PRIOR LOSS |
| HAMAOKUA | 14,018,554 | 5,994,625 | 4,656,642 | (1,257,983) | (969,973) | (289,010) | 157,524 | 198,998 | 59,975 | (139,123) | (67,987) | (71,136) |
| KAU | 890,829 | 747,210 | 607,568 | (133,642) | (8,007) | (61,635) | 1,072,246 | 331,939 | 2,731,554 | (1,061,532) | (78,291) | (1,319,615) |
| KOHALA | 6,552,141 | 3,386,364 | 2,291,162 | (1,095,202) | (788,659) | (326,343) | 4,778,422 | 2,306,548 | 317,462 | (413,321) | (307,647) | (1,056,674) |
| KONA | 10,440 | 11,407 | 2,610 | (8,797) | (13,227) | 4,430 | 191,268 | 2,102,111 | 1,234,445 | (202,933) | (821,155) | (18,473) |
| LANAI | 3,386 | 1,920 | - | (1,466) | - | 4,430 | 110,630 | 43,132 | 96,617 | (65,218) | (31,926) | (33,982) |
| LEAHI | - | - | - | - | - | 5,955 | 49,700 | - | 16,999 | (53,601) | (79,951) | 48,290 |
| MAUUI | 15,441,821 | 6,499,624 | 3,762,405 | (2,737,419) | (1,802,159) | (935,261) | 6,406,671 | 2,169,320 | 1,405,643 | (763,677) | (637,098) | (226,579) |
| SMUH | 243,847 | 216,126 | 141,991 | (74,135) | (103,825) | 29,689 | 407,010 | 496,538 | 143,987 | (352,251) | (248,593) | (103,958) |
| TOTAL HHSC | 37,161,018 | 16,757,476 | 11,443,192 | (5,314,284) | (3,746,049) | (1,568,235) | 24,530,316 | 10,292,174 | 6,176,053 | (4,106,121) | (3,040,114) | (1,066,007) |

| UNINSURED FACILITY | UNINSURED ACUTE & LTC SERVICES | | | | | UNINSURED OUTPATIENT SERVICES | | | | | TOTAL LOSS | |
|--------------------|--------------------------------|-----------|-----------|-------------|-------------|-------------------------------|------------|-----------|-----------|-------------|-------------|-------------|
| | CHARGES | COST | REIMB | YTD LOSS | PRIOR LOSS | CURRENT LOSS | CHARGES | COST | REIMB | YTD LOSS | | PRIOR LOSS |
| HAMAOKUA | 505,429 | 485,732 | 421,418 | (64,314) | (78,209) | 13,991 | 71,166 | 90,083 | 4,927 | (85,556) | (51,053) | (34,503) |
| KAU | 4,305,339 | 2,480,616 | 536,850 | (1,518,066) | (1,518,066) | (435,106) | 2,700,872 | 867,221 | 194,874 | (772,247) | (614,191) | (156,056) |
| KOHALA | 318,849 | 221,892 | 284,609 | 33,527 | 5,522 | 28,005 | 187,956 | 123,828 | 24,683 | (99,745) | (98,200) | (1,545) |
| KONA | 593,405 | 441,689 | 156,342 | (289,344) | (152,726) | (132,618) | 421,692 | 289,460 | 42,198 | (247,564) | (142,988) | (104,276) |
| KOHALA | 193,396 | 178,859 | 156,342 | (24,818) | (16,236) | 16,582 | 133,609 | 139,110 | 14,599 | (111,514) | (124,029) | (532,668) |
| KONA | 3,338,451 | 1,979,001 | 136,742 | (1,780,259) | (1,375,795) | (408,463) | 2,709,522 | 1,192,193 | 243,179 | (946,279) | (686,111) | (292,095) |
| KONA | 781,277 | 648,918 | 566,575 | (287,343) | (203,281) | (79,060) | 183,295 | 106,039 | 21,492 | (70,547) | (46,511) | (50,096) |
| LANAI | 33,775 | 29,373 | 1,438,054 | (71,435) | (23,369) | 19,949 | 66,145 | 35,008 | 10,028 | (24,980) | (59,632) | 34,692 |
| LEAHI | 1,588,132 | 1,509,410 | 1,438,054 | (77,311) | (77,311) | 5,955 | - | - | - | - | - | - |
| MAUUI | 1,242,655 | 1,641,142 | 1,355,437 | (286,705) | (229,940) | (65,765) | 6,218,797 | 2,105,705 | 659,680 | (1,539,029) | (1,102,857) | (433,169) |
| SMUH | 12,138,731 | 5,050,870 | 622,177 | (4,426,633) | (3,084,565) | (1,344,107) | 278,066 | 339,231 | 50,990 | (288,341) | (220,144) | (68,197) |
| TOTAL HHSC | 433,473 | 407,356 | 289,092 | (118,264) | (117,822) | (442) | 12,978,975 | 5,374,840 | 1,482,245 | (4,182,599) | (3,147,979) | (1,044,616) |

| MEDICAID FACILITY | MEDICAID ACUTE & LTC SERVICES REPORTED UNDER CERTIFICATION REPORT | | | | | MEDICAID OUTPATIENT SERVICES | | | | | TOTAL LOSS | |
|-------------------|---|------------|-----------|-------------|-------------|------------------------------|------------|-----------|-----------|-------------|------------|------------|
| | CHARGES | COST | REIMB | YTD LOSS | PRIOR LOSS | CURRENT LOSS | CHARGES | COST | REIMB | YTD LOSS | | PRIOR LOSS |
| HAMAOKUA | 18,323,893 | 8,385,541 | 5,173,492 | (3,217,049) | (2,468,933) | 13,991 | 37,445 | 47,005 | 17,447 | (29,558) | (12,571) | (29,558) |
| KAU | 1,454,234 | 1,188,898 | 754,910 | (424,988) | (240,733) | (184,253) | 1,287,971 | 1,182,638 | 1,141,111 | (116,537) | (40,637) | (46,216) |
| KOHALA | 193,396 | 178,859 | 154,141 | (24,818) | (16,236) | 16,582 | 340,597 | 231,048 | 114,511 | (116,537) | (78,653) | (98,084) |
| KONA | 9,890,602 | 5,365,365 | 2,489,549 | (2,442,811) | (2,144,655) | (730,806) | 2,679,433 | 1,176,791 | 47,893 | (34,733) | (11,241) | (23,492) |
| KONA | 791,717 | 880,325 | 569,185 | (291,140) | (216,599) | (74,562) | 70,242 | 40,636 | 24,778 | (389,146) | (231,470) | (157,672) |
| LANAI | 37,111 | 30,167 | 30,167 | (4,523) | (77,311) | 18,844 | 27,027 | 14,304 | 9,575 | (15,660) | (6,231) | (9,629) |
| LEAHI | 1,588,132 | 1,509,410 | 1,438,054 | (77,311) | (77,311) | 5,955 | - | - | - | - | - | - |
| MAUUI | 1,742,655 | 1,641,142 | 1,355,437 | (286,705) | (229,940) | (65,765) | 4,077,154 | 1,380,538 | 1,323,296 | (57,242) | 3,236 | (60,478) |
| SMUH | 27,590,552 | 11,550,842 | 4,384,582 | (7,182,120) | (4,886,744) | (2,273,369) | 167,023 | 203,782 | 71,407 | (132,355) | (102,183) | (102,183) |
| TOTAL HHSC | 67,230 | 623,482 | 431,085 | (182,269) | (121,647) | 28,247 | 12,909,034 | 5,150,014 | 4,080,221 | (1,069,739) | (741,284) | (328,509) |

| TOTAL FACILITY | TOTAL ACUTE & LTC SERVICES | | | | | TOTAL OUTPATIENT SERVICES | | | | | TOTAL LOSS | |
|----------------|----------------------------|------------|-----------|-------------|-------------|---------------------------|------------|------------|------------|-------------|-------------|-------------|
| | CHARGES | COST | REIMB | YTD LOSS | PRIOR LOSS | CURRENT LOSS | CHARGES | COST | REIMB | YTD LOSS | | PRIOR LOSS |
| HAMAOKUA | 505,429 | 485,732 | 421,418 | (64,314) | (78,209) | 13,991 | 263,565 | 336,086 | 81,849 | (284,237) | (131,811) | (122,626) |
| KAU | 4,305,339 | 2,480,616 | 536,850 | (1,518,066) | (1,518,066) | (435,106) | 18,391,958 | 6,654,041 | 4,559,597 | (2,094,554) | (1,916,911) | (1,626,528) |
| KOHALA | 318,849 | 221,892 | 284,609 | 33,527 | 5,522 | 28,005 | 802,795 | 569,405 | 241,863 | (326,542) | (334,250) | (7,708) |
| KONA | 1,454,234 | 1,188,898 | 754,910 | (424,988) | (240,733) | (184,253) | 1,844,525 | 1,251,291 | 474,569 | (134,919) | (333,938) | (248,034) |
| KONA | 193,396 | 178,859 | 154,141 | (24,818) | (16,236) | 16,582 | 509,490 | 422,757 | 134,919 | (2,225,927) | (1,483,669) | (741,521) |
| KONA | 9,890,602 | 5,365,365 | 2,489,549 | (2,442,811) | (2,144,655) | (730,806) | 10,167,827 | 4,473,015 | 2,242,827 | (2,225,927) | (1,559,925) | (73,647) |
| KONA | 791,717 | 880,325 | 569,185 | (291,140) | (216,599) | (74,562) | 444,803 | 237,312 | 97,100 | (159,919) | (86,278) | (60,278) |
| LANAI | 37,111 | 30,167 | 30,167 | (4,523) | (77,311) | 18,844 | 187,077 | 93,102 | 35,702 | (63,100) | (160,080) | 96,770 |
| LEAHI | 1,588,132 | 1,509,410 | 1,438,054 | (77,311) | (77,311) | 5,955 | - | - | - | - | - | - |
| MAUUI | 1,742,655 | 1,641,142 | 1,355,437 | (286,705) | (229,940) | (65,765) | 6,406,671 | 2,169,320 | 3,298,819 | (763,677) | (637,098) | (226,579) |
| SMUH | 27,590,552 | 11,550,842 | 4,384,582 | (7,182,120) | (4,886,744) | (2,273,369) | 167,023 | 203,782 | 71,407 | (132,355) | (102,183) | (102,183) |
| TOTAL HHSC | 67,230 | 623,482 | 431,085 | (182,269) | (121,647) | 28,247 | 50,418,325 | 20,807,028 | 11,438,519 | (9,368,503) | (6,829,372) | (2,439,132) |