



HAWAII HEALTH SYSTEMS
C O R P O R A T I O N
Quality Healthcare For All

October 1, 2026

The Honorable Ronald D. Kouchi,
President and Members of the Senate
State Capitol, Room 409
Honolulu, HI 96813

The Honorable Nadine K. Nakamura,
Speaker and Members of the
House of Representatives
State Capitol, Room 431
Honolulu, HI 96813

Aloha President Kouchi, Speaker Nakamura, and Members of the Legislature:

For your information, I am transmitting a copy of the Hawaii Health Systems Corporation's report on Non-General Fund Information in accordance with Sections 37-47, 37-48, 37-49, HRS.

Should you have any questions, please contact Joyce M. Tamori, Chief Financial Officer, at (808) 829-9884.

Sincerely,

Edward Chu
President and Chief Executive Officer
Hawaii Health Systems Corporation

Attachments

Report on Non-General Fund Information
For Submittal to the 2026 Legislature

Department: HTH
 Prog ID(s): HTH 210, HTH 212 and HTH 215 (HTH 215 fr FY23)
 Name of Fund: Hawaii Health Systems Corporation - Corporate Office / Regions
 Legal Authority: 323F-7

Contact Name: Regina Milne / Nadine Asai / Carrie Nakano
 Phone: 733-4153 / 733-4026
 Fund type (MOF) Special
 Appropriation Account Number: S-xx-320-H, S-xx356-H and S-xx-357-H

Intended Purpose:

The purpose of this account is to deposit all fees, proceeds, reimbursements, and other that is owed to or received by the Corporation.

Source of Revenues:

Medicare/Medicaid, HMSA, Quest, Kaiser, Other Third Party Patients, Sale of Meals, and other Miscellaneous Sources such as the American Resuce Plan Act.

Current Program Activities/Allowable Expenses:

planning and coordination, financial management, legal counsel, personnel management, materials management, information systems, and technical services to support its community hospitals.

Regions: The major activities and service provided by the nine community facilities constitute the primary hospital acute care provider on the neighbor islands, and, in most instances, the only inpatient hospital

Variances:

Expenditure variance is due to collective bargaining pay raises.

Cash balance lapse to general fund? No

Statutory language: 323F-7

Financial Data (in 000's)							
	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029
	(audited)	(audited)	(audited)	(unaudited)	(estimated)	(estimated)	(estimated)
Appropriation Ceiling	597,993	630,133	644,485	648,295	648,195	648,195	648,195
Beginning Cash Balance	174,823	206,916	234,265	171,657	222,560	221,645	119,096
Revenues	645,527	710,859	820,113	833,700	871,978	862,116	891,565
General Funds	118,989	182,185	214,770	213,510	213,817	167,645	167,645
American Rescue Plan Funds	41,238	-	-	-	-	-	-
Expenditures	747,284	832,364	1,002,214	992,140	1,079,012	1,122,336	1,167,822
Repayment on Capital Lease Obligation, long-term debit interest	22,222	17,347	17,952	4,167	7,698	9,975	9,986
Other - Short-term investment	7,162	18,784	78,531	-	-	-	-
SBA PPP Loan/Proceeds from LTD	2,471	2,395	1,000	-	-	-	-
Cares Act Grants	536	405	206	-	-	-	-
Medicare Adv Care pmts							
Transfers							
Transfer to Assets Limited as to Use							
Transfer of Appropriations from B&F for Maui severance							
Fixed Asset Purch net of CIP Contr	-	-					
Net Total Transfers	-	-					
Ending Cash Balance	206,916	234,265	171,657	222,560	221,645	119,096	497
Encumbrances							
Unencumbered Cash Balance	206,916	234,265	171,657	222,560	221,645	119,096	497
Additional Information:							
Amount Req. by Bond Covenants							
Amount from Bond Proceeds							
Amount Held in CODs, Escrow							
Accounts, or Other Investments							

**Beginning FY 2010, the Legislature separated the Corporate Office from the Regions and created HTH 212 for the Regions and left HTH 210 for the Corporate Office.

Effective July 1, 2017 Maui Memorial Medical Center, Kula Hospital and Lanai Community became Maui Health Systems, a Kaiser Foundation, LLC

Effective July 1, 2022 Oahu Region got separated from HTH 212 and became HTH 215

Report on Non-General Fund Information
For Submittal to the 2026 Legislature

Department: HTH
 Prog ID(s): HTH 212
 Name of Fund: Leahi Hospital, Salary Overpayment Trust Account
 Legal Authority 323F-7

Contact Name: Regina Milne / Nadine Asai
 Phone: 733-4153 / 4026
 Fund type (MOF) Trust
 Appropriation Acct. No. T-909-H

Intended Purpose:

Established as a temporary holding account for recoveries until the debt is satisfied. Funds are then subsequently transferred to the program's special funds with an adjustment to the Department of Accounting and General Services' payroll system.

Source of Revenues:

Current Program Activities/Allowable Expenses:

Variances:

Financial Data							
	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028
	(actual)	(actual)	(actual)	(actual)	(actual)	(estimated)	(estimated)
Appropriation Ceiling							
Beginning Cash Balance	6,501	6,501	6,501	6,501	6,501	6,501	6,501
Revenues							
Expenditures							
Transfers							
List each net transfer in/out/ or projection in/out; list each account number							
Net Total Transfers	0	0	0	0	0	0	0
Ending Cash Balance	6,501	6,501	6,501	6,501	6,501	6,501	6,501
Encumbrances							
Unencumbered Cash Balance	6,501	6,501	6,501	6,501	6,501	6,501	6,501

Additional Information:

Amount Req. by Bond Covenants							
Amount from Bond Proceeds							
Amount Held in CODs, Escrow Accounts, or Other Investments							

Report on Non-General Fund Information
For Submittal to the 2026 Legislature

Department: HTH
 Prog ID(s): HTH 212
 Name of Fund: Patients' Safekeeping Trust Funds (Leahi)
 Legal Authority: 323F-7

Contact Name: Regina Milne / Nadine Asai
 Phone: 733-4153 / 4026
 Fund type (MOF) Trust
 Appropriation Acct. No. T-925

Intended Purpose:

Established to manage and safeguard long-term car patients' monies, which included pension, retirement, social security, and miscellaneous income. The monies are expended from these accounts with the patients' consent to meet their personal needs.

Source of Revenues:

Patients

Current Program Activities/Allowable Expenses:

Variances:

Financial Data							
	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028
	(actual)	(actual)	(actual)	(actual)	(actual)	(estimated)	(estimated)
Appropriation Ceiling							
Beginning Cash Balance	71,000	71,000	71,000	71,000	71,000	70,701	70,701
Revenues							
Expenditures							
Transfers							
List each net transfer in/out/ or projection in/out; list each account number							
Net Total Transfers	0	0	0	0	0	0	0
Ending Cash Balance	71,000	71,000	71,000	71,000	71,000	70,701	70,701
Encumbrances							
Unencumbered Cash Balance	71,000	71,000	71,000	71,000	71,000	70,701	70,701

Additional Information:

Amount Req. by Bond Covenants							
Amount from Bond Proceeds							
Amount Held in CODs, Escrow Accounts, or Other Investments							

Report on Non-General Fund Information
For Submittal to the 2026 Legislature

Department: HTH
 Prog ID(s): HTH 212
 Name of Fund: Donations, Gifts and Grant Accounts (Maluhia, Hamakua, SMMH, Kau, KVMH)
 Legal Authority: 323F-7

Contact Name: Regina Milne / Nadine Asai
 Phone: 733-4153 / 4026
 Fund type (MOF) Trust
 Appropriation Acct. No. T-911, T-918, T-919, T-921, and T-923

Intended Purpose:

Established to receive donations, gifts and grants that are restricted by the grantor or donor or designated for specific purpose.

Source of Revenues:

Private foundations and individuals

Current Program Activities/Allowable Expenses:

Variances:

Financial Data							
	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028
	(actual)	(actual)	(actual)	(actual)	(actual)	(estimated)	(estimated)
Appropriation Ceiling							
Beginning Cash Balance	36,000	36,000	36,000	36,000	36,000	36,000	36,000
Revenues							
Expenditures							
Transfers							
List each net transfer in/out/ or projection in/out; list each account number							
Net Total Transfers	0	0	0	0	0	0	0
Ending Cash Balance	36,000	36,000	36,000	36,000	36,000	36,000	36,000
Encumbrances							
Unencumbered Cash Balance	36,000	36,000	36,000	36,000	36,000	36,000	36,000

Additional Information:

Amount Req. by Bond Covenants							
Amount from Bond Proceeds							
Amount Held in CODs, Escrow Accounts, or Other Investments							

Report on Non-General Fund Information
For Submittal to the 2026 Legislature

**Non-General Fund Program Measures Report
for submittal to the 2027 Legislature**

Department of: HTH

Name of Fund: Hawaii Health Systems Corporation - Corporate Office / Regions / Oahu Region

Apprn. Acct. Number: S-xx-320-H, S-xx-356-H and S-xx-357-H

Fund Type (MOF): Special Funds

Legal Authority: 323F-7

Statement of Objectives

To sustain and enhance both the levels of service and the quality of care for the communities we serve in the most cost-effective fashion. HHSC and the regions of HHSC operate in primary acute care hospitals on the neighbor islands, and in many instances, provide the only in-patient acute hospital services and substantial long-term care services throughout Hawaii. The facilities of HHSC include: Hilo Medical Center, Hale Ho'ola Hamakua, and Kauai Hospital (East Hawaii Region); Kona Community Hospital and Kohala Hospital (West Hawaii Region); West Kauai Medical Center/Kauai Veterans Memorial Hospital and Samuel Mahelona Memorial Hospital (Kauai Region); and Leahi Hospital and Maluhia (Oahu Region).

Fund Measures of Effectiveness

		FY 2027	FY 2028	FY 2029	FY 2030	FY 2031	FY 2032
1.	Average Operating Cost Per Patient Day (excl equipment)	2,987	2,987	2,987	2,987	2,987	2,987
2.	Average Patient Revenue Per Patient Day	3,918	3,918	3,918	3,918	3,918	3,918
3.	Occupancy Rate - Acute Care	75.39%	75.39%	75.39%	75.39%	75.39%	75.39%
4.	Occupancy Rate - Long-term Care	80.84%	80.84%	80.84%	80.84%	80.84%	80.84%

Program Size Indicators

		FY 2026	FY 2027	FY 2028	FY 2029	FY 2030	FY 2031	FY 2032
1.	Est. Population of Service Area - East Hawaii	125874	125874	125874	125874	125874	125874	125874
2.	Est. Population of Service Area - West Hawaii	83916	83916	83916	83916	83916	83916	83916
3.	Est. Population of Service Area - Kauai	73840	73840	73840	73840	73840	73840	73840
4.	Est. Population Service Area Over 65 - East Hawaii	31384	31384	31384	31384	31384	31384	31384
5.	Est. Population Service Area Over 65 - West Hawaii	20922	20922	20922	20922	20922	20922	20922
6.	Est. Population Service Area Over 65 - Kauai	17429	17429	17429	17429	17429	17429	17429
7.	Est. Population Service Area Over 65 - Oahu	204429	204429	204429	204429	204429	204429	204429

Fund Activities Encompassed

		FY 2027	FY 2028	FY 2029	FY 2030	FY 2031	FY 2032
1.	Number of In-patient Admissions - Acute Care	16,127	16,127	16,127	16,127	16,127	16,127
2.	Number of In-patient Days - Acute Care	102,875	102,875	102,875	102,875	102,875	102,875
3.	Number of Admissions - Long Term Care	438	438	438	438	438	438
4.	Number of Patient Days - Long Term Care	151,852	151,852	151,852	151,852	151,852	151,852

**Non-General Fund Cost Element Report
for submittal to the 2027 Legislature**

Department: HTH
Name of Fund: Hawaii Health Systems Corporation - Corporate Office
Legal Authority: 323F-7
Fund Type (MOF): Special
Appropriation Account Number: S-xx-320-H

	FY 2027	FY 2028	FY 2029	FY 2030	FY 2031	FY 2032
	Estimated	Estimated	Estimated	Estimated	Estimated	Estimated
A. Personal Services	13,962,000	13,962,000	13,962,000	13,962,000	13,962,000	13,962,000
B. Other Current Expenses	3,486,280	3,486,280	3,486,280	3,486,280	3,486,280	3,486,280
C. Equipment						
M. Motor Vehicles						
L. Leases	61,000	61,000	61,000	61,000	61,000	61,000
TOTAL	17,509,280	17,509,280	17,509,280	17,509,280	17,509,280	17,509,280

**Non-General Fund Cost Element Report
for submittal to the 2027 Legislature**

Department: HTH
 Name of Fund: Hawaii Health Systems Corporation - Regions
 Legal Authority: 323F-7
 Fund Type (MOF): Special
 Appropriation Account Number: S-xx-356-H

	FY 2027	FY 2028	FY 2029	FY 2030	FY 2031	FY 2032
	Estimated	Estimated	Estimated	Estimated	Estimated	Estimated
A. Personal Services	538,286,700	538,286,700	538,286,700	538,286,700	538,286,700	538,286,700
B. Other Current Expenses	33,164,485	33,164,485	33,164,485	33,164,485	33,164,485	33,164,485
C. Equipment						
M. Motor Vehicles						
L. Leases	10,835,000	10,835,000	10,835,000	10,835,000	10,835,000	10,835,000
TOTAL	582,286,185	582,286,185	582,286,185	582,286,185	582,286,185	582,286,185

**Non-General Fund Cost Element Report
for submittal to the 2027 Legislature**

Department: HTH
 Name of Fund: Hawaii Health Systems Corporation - Oahu Region
 Legal Authority: 323F-7
 Fund Type (MOF): Special
 Appropriation Account Number: S-xx-357-H

	FY 2027	FY 2028	FY 2029	FY 2030	FY 2031	FY 2032
	Estimated	Estimated	Estimated	Estimated	Estimated	Estimated
A. Personal Services	48,400,000	53,600,000	55,600,000	55,600,000	55,600,000	55,600,000
B. Other Current Expenses	0	0	0	0	0	0
C. Equipment						
M. Motor Vehicles						
L. Leases	0	0	0	0	0	0
TOTAL	48,400,000	53,600,000	55,600,000	55,600,000	55,600,000	55,600,000

**Non-General Fund Cost Element Report
for submittal to the 2027 Legislature**

Department: HTH
 Name of Fund: Hawaii Health Systems Corporation - Alii Community Care
 Legal Authority: 323F-7
 Fund Type (MOF): Special
 Appropriation Account Number: S-xx-385-H

	FY 2027	FY 2028	FY 2029	FY 2030	FY 2031	FY 2032
	Estimated	Estimated	Estimated	Estimated	Estimated	Estimated
A. Personal Services						
B. Other Current Expenses	3,500,000	3,500,000	3,500,000	3,500,000	3,500,000	3,500,000
C. Equipment						
M. Motor Vehicles						
L. Leases						
TOTAL	3,500,000	3,500,000	3,500,000	3,500,000	3,500,000	3,500,000